

**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF PUERTO RICO**

**IN RE.:**

**CASE NO.: 16-01932-MCF**

**BASKET ORIGINALS INC**

**CHAPTER 11**

**DEBTORS**

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DISCLOSURE STATEMENT DATED NOVEMBER 2, 2016

Filed by: BASKET ORIGINALS INC.

Date: November 2, 2016

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## I. INTRODUCTION

This is the disclosure statement (the “Disclosure Statement”) in the Chapter 11 Bankruptcy Case of Basket Originals Inc (“Debtor” or “the Debtor”). This Disclosure Statement contains information about the Debtor and describes the Plan of Reorganization (the “Plan”) filed by Debtor on even date. A full copy of the Plan is attached to this Disclosure Statement as **Exhibit A.**

*Your rights may be affected. You should read the Plan and this Disclosure Statement carefully and discuss them with your attorney. If you do not have an attorney, you may wish to consult one.*

### A. Purpose of this Document

This Disclosure Statement describes:

- The Debtor and significant events during the bankruptcy case
- How the Plan proposes to treat claims or equity interests of the type you hold (*i.e.*, what you will receive on your claim or equity interest if the plan is confirmed).
- Who can vote on or object to the Plan
- What factors the Bankruptcy Court (the “Court”) will consider when deciding whether to confirm the Plan.
- Why Debtor Basket Originals Inc., believes the Plan is feasible, and how the treatment of your claim or equity interest under the Plan compares to what you would receive on your claim or equity interest in liquidation.
- The effect of confirmation of the Plan.

Be sure to read the Plan as well as the Disclosure Statement. The Disclosure Statement describes the Plan, but it is the Plan itself that will, if confirmed, establish your rights.

### B. Deadlines for Voting and Objecting; Date of Plan Confirmation Hearing

The Court has not yet confirmed the Plan described in this Disclosure Statement. This section describes the procedures pursuant to which the Plan will or will not be confirmed.

1. *Time and Place of the Hearing to finally approve this Disclosure Statement and Confirm the Plan will be fixed by the Court and shall be notified to all creditors and parties in interest. Creditors and parties in interest will be allowed a term to file any objections to the approval of this Disclosure Statement and to the confirmation of the Plan. It is of paramount importance to take notice of the deadlines fixed by the Court to be included in the order granting a preliminary approval of the Disclosure Statement that will be notified to all creditors and parties in interest.*

The time and place of the Hearing to finally approve this Disclosure Statement and Confirm the Plan will be fixed by the Court and the order will be notified to all creditors and parties in interest.

2. *Deadline For Voting to Accept or Reject the Plan.*

If you are entitled to vote to accept or reject the Plan, vote on the enclosed ballot and return the ballot in the enclosed envelope to the following mailing address:

*HOMEL A. MERCADO-JUSTINIANO, Esq.  
Calle Ramirez Silva #8  
Ensanche Martínez  
Mayagüez, PR 00680-4714*

See Section IV.A below for a discussion of voting eligibility requirements. Your ballot must be received by the date fixed by the Court; otherwise it will not be counted.

3. *As previously stated, the Court will fix a deadline for objecting to the adequacy of the Disclosure Statement and to the confirmation of the Plan.*

Objections to this Disclosure Statement or to the confirmation of the Plan must be filed with the Court and served upon Debtor's attorney at the mailing address previously disclosed by the date fixed by the Court.

4. *The identity of the person to contact for more information is Debtor's attorney whose name, telephone number and contact information is hereby disclosed and whose mailing address has been previously provided:*



*Homel A Mercado Justiniano, Esq.*  
*Tel. (787) 831-2577 & (787) 805-2945*  
*Fax: (787) 805-7350*  
*E-mail: [hmercado216@gmail.com](mailto:hmercado216@gmail.com)*

## II. BACKGROUND

### A. Description and History of the Debtor's Business

The Debtor, Basket Originals Inc, started as a restaurant, gourmet deli/cafeteria and a store in which people could buy or order custom baskets filled with gourmet food, delicatessen, and send these baskets as gifts. The store is located in the place that it originally started in Such Ville, Guaynabo.

The Debtor filed a Chapter 11 Case in the year 2012 and got a Final Decree on February 21, 2014. During the time from when the debtor obtained the Final Decree to the filing of this petition the Debtor operated the business. During the period the economic recession in Puerto Rico worsened and the debtor was unable to make some of the payments to the PR Treasury Department. This Agency made an audit of debtor's finances and increase the liability owed as Sales Tax. The PR Treasury informed the debtor that they were going to seize and close debtor's business and thus this Bankruptcy Petition was filed.

The Debtor has lowered the operating expenses and is making "lunch box" deliveries to different business and people that order these by the phone. The "lunch box" consists of a established menu of available food for delivery or pick up at a established price. Debtor has a weekly menu and makes changes in an orderly manner to maintain a variety available and avoid customer fatigue. The deliveries are made by a third party and are paid directly by the customer; this avoids any liability for any accidents during the delivery. The delivery company charges the customer directly for the services provided. Many local companies and business located in the Guaynabo area order food from this service.

The Debtor is evaluating requesting a liquors license and serving brunches on weekends.

### B. Insiders of the Debtors

#### 1. Camile Hauessler

2. Gretel Haeussler
3. Carla Haeussler

C. Management of the Debtors Before and During the Bankruptcy Case

1. Camile Haeussler has managed all of the Debtors' affairs before the bankruptcy and she continues to do so as of this date.

D. Events Leading to Chapter 11 Bankruptcy

1. Difficulty paying Sales Tax (known as IVU)
2. Difficulty in paying tax debt, government treated to seize accounts, inventory etc.

E. Significant Event During the Bankruptcy Case

1. *Employment of Professionals:*

a. On March 15, 2016 Debtor filed an Application for the Employment of Mrs. Homel Mercado Justiniano as counsel for Debtor (Docket No. 5). Application for Employment was subsequently approved by the Court on April 26 2016 (Docket No. 29).

b. On March 15, 2016 Debtor filed an Application for the Employment of Mr. Isander Fontanes CPA, as its accountant (Docket No. 6). This application for employment was approved on April 20, 2016 (Docket No. 17).

2. *Election:*

a. This case qualifies and it's a Small Business Case.

3. *Sales out of the Ordinary Course of Business:*

a. The Debtor hasn't made any sale outside the ordinary course of business.

4. *Post -- Petition Financing:*

- a. The Debtor has not applied for any post-petition financing nor have any encumbrances that will affect the cash collateral.

5. *Adversary Proceedings:*

- a. NONE

6. *Administrative Reorganization:*

- a. At the time of the filing of the petition Debtors' main source of income was the sale of food, gourmet baskets, and restaurant business. Today these continue to be the main source of income, but the debtor has reduced the amount spent each month on employees and has reduced expenses so that the business can produce positive net income again.

7. *Other Significant Events:*

- a. NONE

F. Projected Recovery of Avoidable Transfers

There are no projected recoveries of avoidable transfers, thus, Debtors does not intend to pursue preference, fraudulent conveyance, or other avoidance related actions.

G. Claims Objections

1. The Debtor, at his option or upon Order of The Court, if requested, may file an objection to any claim as to its validity or amount within thirty (30) days before the confirmation date. If an objection is made, payment to such claimant will be made only after the entry of a final Order by the Court allowing such claim and in accordance with the provisions of the Plan governing such class to which such claim belongs. Up to this date the Debtor does not predict that it will file any other objection to a claim other than the ones that have been previously made to this date .

Notice is hereby given that, except to the extent that the claim is already allowed pursuant to a final not appealable order, the Debtor reserves the right to object to claims. Therefore even if your claim is allowed for voting purposes, you may not be entitled to a distribution if an objection to your claim is later upheld. The procedure for resolving disputed claims are set forth in Article VII of the Plan.

#### H. Current and Historical Financial Conditions

1. For purposes of filing this petition the Debtor presented the required schedules. The information provided in the schedules, as amended, and the statement of financial affairs showed Debtor's financial position as of the date of the filing of the petition. The monthly operating reports available in the bankruptcy court file show Debtor's finances and results of operations for the period after the date of the filing of the petition.
2. The monthly operating reports show that the Debtor has made the modifications necessary in its operation so that it can start to successfully reorganize its finances and it has made its reorganization possible. The Debtor has drastically reduced the number of employees. In addition the Debtor has reduced the amount of other expenses.

### III. SUMMARY OF THE PLAN OF REORGANIZATION

#### A. What is the Purpose of the Plan of Reorganization

As required by the Code, the Plan places claims and equity interests in various classes and describes the treatment each class will receive. The Plan also states whether each class of claims or equity is impaired or unimpaired. If the Plan is confirmed, your recovery will be limited to the amount provided by the Plan.

#### B. Unclassified Claims

Certain types of claims are automatically entitled to a specific treatment under the Code. They are not considered impaired, and holders of such claim do not vote on the Plan. They



may, however, object if, in their view, the provided treatment under the Plan does not comply with the correct requirements by the Code.

C. Classes of Claims and Equity Interest under the Plan of Reorganization:

**1. CLASS 1: Allowed Administrative Expenses**

This class shall consist of Allowed Administrative Expense Priority Claims, as provided under section 503 of the Code, including, but not limited to, fees to the United States Trustee, fees and expenses of the Debtor's counsel, accountant and any other professional retained by the Debtor, as may be allowed by the Bankruptcy Court upon application therefore and after notice and hearing in accordance with the Bankruptcy Code and Rules, any unpaid taxes or fees accrued since petition date, and court cost accrued since the petition date. Debt under this class is estimated at:

Attorney's Fees - \$6,000.00, for work realized on the instant case

Accountant Fees - \$4,000.00 for work on the instant case

**Treatment:**

This class will be paid on the effective date or upon an agreement by the parties, or upon Courts approval. This class is not impaired. (Effective date shall mean thirty (30) days after the order of confirmation becomes a final and firm order, and shall be the date on which the Debtor will commence its cash payments under the reorganization of the Plan.)

**THIS CLASS IS NOT IMPAIRED**

**2. CLASS 2: General Unsecured Creditors**

This class shall consist of general unsecured creditors. General Unsecured Creditors include those listed by the Debtors and those who have filed proof of claims. General unsecured creditors were listed by Debtor and filed proof of claims total the amount of \$119,000.00.

Schedule F has been amended considering the proofs of claim that have been filed in this case. Unsecured Creditors are as follows:

CREDITOR	TYPE OF DEBT (LISTED OR CLAIM NUMBER)	AMOUNT OWED
CRIM	Claim 1	\$1,020.81
IRS	Claim 2	\$3,630.85
State Insurance Fund	Claim 3	\$120.93
BPPR	Claim 4	\$104,467.14
PR Treasury	Claim 5	\$2,335.87
PR Treasury	Claim 6	\$60,607.25
<b>TOTALS</b>		<b>\$172,182.85</b>

Treatment

On the effective date of the Plan CLASS 2 claimants shall receive from the Debtors a non negotiable, non interest bearing, promissory note dated as of the Effective Date. Creditors in this class shall receive a total repayment of 10.5% of their claimed or listed debt which equals \$18,000.00 to be paid Pro Rata to all allowed claimants under this class. This case is a ZERO liquidation value case. Payments will be made in quarterly installments (one payment every three (3) months) of \$984.97, during the five (5) year term of the Plan (60 months) from the Effective Date of the Plan. The payment of \$984.97 is based on paying the \$18,000 with interest of 3.50% for five (5) years. These payments shall be divided Pro rata among all unsecured creditors. The payments below include the principal an interest to be paid. An amortization table is included with this Plan for Unsecured Creditors.

Payments are as follows:

<b>5 years of Plan</b>	20 quarterly payments of \$984.97	Total paid \$19,699.40
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<b>Term of Plan is 5 years</b>	Total of quarterly payments is 20	Unsecured Creditors receive \$18,000.00 (10.5% of total debt) plus interest of 3.50%
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**THIS CLASS IS IMPAIRED**

**3. CLASS 3: EQUITY HOLDER AND INSIDERS**

Camille Haeussler is the 100% stock holder of the debtor. She will receive no distribution under the Plan. This Class will not vote on the Plan.

**4. PAYMENT TO PRIORITIES UNDER SECTION 507(a)(8) OF THE BANKRUPTCY CODE**

Sqc

Governmental entities have been listed and have filed priority claims in this case in the total amount of \$238,648.89. These priority claims include liability to governmental units: IRS, Puerto Rico, CRIM and Puerto Rico Treasury Department. The claims that have been filed or listed in this case are:

<b>CREDITOR</b>	<b>TYPE OF DEBT (LISTED OR CLAIM NUMBER)</b>	<b>AMOUNT OWED</b>
IRS	Claim 1	\$10,071.49
PR Treasury Department	Claim 5	\$1,797.94
PR Treasury Department	Claim 6	\$198,779.46
Municipality of Guaynabo	Listed	\$25,000.00
PR Department of Labor	Listed	\$3,000.00
<b>TOTALS</b>		<b>\$238,648.89</b>

All allowed unsecured priority claims pursuant to 11 U.S.C. 507 (a) (8) of the Code as the same are allowed, approved, and ordered to be paid by the Court, shall be paid through monthly installments commencing on the effective date and during a period not exceeding five years, after the date of the assessment of each such claim.

Each claim is to be evidenced by a promissory note for the full amount thereof, bearing interest at the statutory rate, dated as of the effective date the value of the future payments to be equal to its allowed amount. These priority debts will be paid in monthly payments during a period of 60 months. Every month of December the debtor will make a payment of \$10,000 since this is the month with the largest volume of sales. Below is a table of the payments to be made during the 60 months period. Priority creditors will receive a 3.50% interest rate per year during the 60 months term. The payments below include the principal and interest to be paid. An amortization table is included with this Plan for Priority Creditors.

Payments	Amount	Total
11 Payments (January – November)	\$2,400.00 per month	\$26,400.00
1 Payment December	\$10,000.00	\$10,000.00
11 Payments (January – November)	\$2,500.00 per month	\$27,500.00
1 Payment December	\$10,000.00	\$10,000.00
11 Payments (January – November)	\$3,750.00 per month	\$41,250.00
1 Payment December	\$10,000.00	\$10,000.00
11 Payments (January – November)	\$4,700.00 per month	\$51,700.00
1 Payment December	\$10,000.00	\$10,000.00
12 Payments	\$6,482.62	\$77,791.44
TOTALS		\$264,641.44

D. Means of Execution of the Plan and Future Management of Debtors

1. *Source of Payments and Management of Debtors*

Payments and distributions under the Plan will be funded by the following:

The source of payments proposed under the Plan shall come from the continuation of the business operation of Debtors' restaurant/cafeteria and gourmet basket sales.



On the effective date of the Plan, the distribution, administration, management of Debtor's affairs, collection of money, sale of property and distribution to creditors, unless otherwise provided herein, will be under the control of the Debtor Basket Originals Inc.

If at any moment the business is sold, all proceeds shall be used to pay all creditors up to 100% and any remaining amount may be distributed to insiders.

#### E. Risk Factors

The proposed Plan has the following risks:

- 1.The funding of the Plan is contingent to the continued operation of Debtors' restaurant/cafeteria and gourmet basket sales, and the expansion of this activities
- 2.The Plan depends on the successful continuation of Debtor's Business.

#### F. Executory Contracts and Unexpired Leases

The Plan, lists all the executory contracts and unexpired leases that the Debtors will assume under the Plan. Assumption means that the Debtors have elected to continue to perform the obligations under such contracts and unexpired leases, and to cure defaults of the type that must be cured under the Code, if any.

If you object to the assumption of your unexpired lease or executory contract, the proposed cure of any defaults, or the adequacy of assurance of performance, you must file and serve your objection to the Plan within the deadline for objecting to the confirmation of the Plan, unless the Court has set an earlier time. *Consult your advisor or attorney for more specific information about particular contracts and/or leases.*

If you object to the rejection of your unexpired lease or executory contract, you must file and serve your objection to the Plan within the deadline for objecting to the confirmation of the Plan, unless the Court has set an earlier time.

*The Deadline for filing a Proof of Claim based on a claim arising from the Rejection of a Lease or Contract will be fixed by the U.S. Bankruptcy Court. Any claim based on the rejection*

of a contract or lease will be barred if the Proof of Claim is not timely filed, unless the Court orders it otherwise.

This case has few executory contracts that Debtor will assume or reject. Specifically Debtors will assume the contracts needed to keep the operation of his medical office those contracts are: PREPA (electric utility), AAA (water utility), Public Liability Insurance, waste disposal, and telephone service, and the rent agreement with Ola-Enter, Inc (lessor of debtors' restaurant space). As of this moment there are no other executory contracts to assume or reject.

#### G. Tax Consequences of the Plan

*Creditors and Equity Interest Holders concerned with how the Plan may affect their Tax Liability should consult with their own Accountants, Attorneys and/or Advisors.* The following are the anticipated tax consequences of the Plan:

##### *1. Tax consequences to the Debtors of the Plan*

Notwithstanding the confirmation of the Plan, the Debtor will be liable for the payment of personal property taxes, income taxes, capital gain taxes, and other taxes that might become due after the confirmation of the Plan. Debtor might be entitled to off-set part of the income tax liability against the net operating loss ("NOL") accrued by Debtor. The NOL will be preserved without material reduction, otherwise taxable income.

##### *2. General tax consequences on Creditors of any discharge, and the general tax consequences of receipt of Plan consideration after confirmation*

The tax consequences of the confirmation of the Plan to Unsecured Creditors will depend mainly on whether the creditor's present claim constitutes a security for federal income tax purposes and the type of consideration received by the creditor in exchange for its claim. Generally, claims arising out of the extension of trade credit have been held to not be tax securities.

#### IV. CONFIRMATION REQUIREMENTS AND PROCEDURES

To be confirmable, the Plan must meet the requirements listed in §1129(a) or (b) of the US Bankruptcy Code. These include the requirements that: the Plan must be proposed in good faith; at least one impaired class of claims must accept the plan, without counting votes of insiders; the Plan must distribute to each creditor and equity interest holder at least as much as the creditor or equity interest holder would receive in a Chapter 7 liquidation case, unless the creditor or equity interest holder votes to accept the Plan; and the Plan must be feasible. These requirements are not the only requirements listed in §1129, and they are not the only requirements for confirmation.

##### A. 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 or allowed for voting purposes and (2) impaired.

In this case, the Plan Proponent believes that classes that are impaired and that holders of claims in each of these classes are therefore entitled to vote to accept or reject the Plan.

##### 1. *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 Debtor has scheduled the claim on the Debtor's 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, after notice and hearing, either overrules the objection or allows the claim or equity interest for voting purposes pursuant to Rule 3018(a) of the Federal Rules of Bankruptcy Procedure.



*The deadline for filing a proof of claim for non-governmental claimants in this case was due on July 14, 2016 and for governmental claimants was due on September 12, 2016.*

2. *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 of the Code, a class is considered impaired if the Plan alters the legal, equitable, or contractual rights of the members of that class.

3. *Who is Not Entitled to Vote?*

The holders of the following five types of claims and equity interests are *not* entitled to vote:

- Holders of claims and equity interests that have been disallowed by an order of the Court;
- Holders of other claims or equity interests 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 §§ 507(a)(2), (a)(3), and (a)(8) of the Code; and
- Holders of claims or equity interests in classes that do not receive or retain any value under the Plan;
- Administrative expenses.

*Even if you are not entitled to Vote on the Plan, you have a right to Object to the Confirmation of the Plan [and to the Adequacy of the Disclosure Statement].*

4. *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.



## B. Votes Necessary to Confirm the Plan

If impaired classes exist, the Court cannot confirm the Plan unless (1) at least one impaired class of creditors has accepted the Plan without counting the votes of any insiders within that class, and (2) all impaired classes have voted to accept the Plan, unless the Plan is eligible to be confirmed by a Cram Down on non-accepting classes, as discussed later in Section [B.2.].

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

A class of claims accepts the Plan if both of the following occur: (1) the holders of more than one-half (1/2) 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 (2/3) 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 (2/3) in amount of the allowed equity interests in the class, who vote, cast their votes to accept the Plan.

### 2. *Treatment of Non-accepting Classes*

Even if one or more impaired classes reject the Plan, the Court may nonetheless confirm the Plan if the non-accepting classes are treated in the manner prescribed by §1129(b) of the Code. A plan that binds non-accepting classes is commonly referred to as a Cram Down Plan. The Code allows the Plan to bind non-accepting classes of claims or equity interests if it meets all the requirements for consensual confirmation except the voting requirements of §1129(a)(8) of the Code, does not discriminate unfairly, and is fair and equitable towards each impaired class that has not voted to accept the Plan.

*You should consult your own attorney if a Cram Down confirmation will affect your claim or equity interest, as the variations on this general rule are numerous and complex.*

**Copy of the Ballot for voting is attach here to as Exhibit C**

## C. Liquidation Analysis

To confirm the Plan, the Court must find that all creditors and equity interest holders who do not accept the Plan will receive at least as much under the Plan as such claim and equity

interest holders would receive in Chapter 7 liquidation. A Liquidation Analysis is attached to this Disclosure Statement as **Exhibit B**.

#### D. Feasibility

The Court must find that confirmation of the Plan is not likely to be followed by the liquidation, or the need for further financial reorganization, of the Debtors or any successor to the Debtors, unless such liquidation or reorganization is proposed in the Plan.

##### 1. *Ability to Initially Fund Plan*

The Plan Proponent believes that the Debtor will have enough cash on hand on the effective date of the Plan to pay all the claims and expenses that are entitled to be paid on that date.

##### 2. *Ability to Make Future Plan Payments and Operate Without Further Reorganization*

The Plan Proponent must also show that it will have enough cash over the life of the Plan to make the required Plan payments.

The Plan Proponent's financial projections show that the Debtor will have an aggregate annual average cash flow, after paying operating expenses and post-confirmation taxes that will allow the quarterly payments proposed. The final Plan payment is expected to be paid seven (7) years from confirmation date.

*You should consult with your Accountant or other Financial Advisor if you have any questions pertaining to these Projections.*

#### V. EFFECT OF CONFIRMATION OF THE PLAN

##### A. Discharge of Claims

No Discharge. In accordance with §1141(d) (3) of the Code, the Debtor will not receive any discharge of debt in this bankruptcy case.

##### B. Modification of Plan

The Debtor may propose amendments or modification of this plan at any time prior to the confirmation pursuant to 11 USC 1127. After confirmation of the Plan, the Debtor may, with

the approval of the Court as long as they do not adversely affect the interest of the creditors, remedy any defect or omission, in such manner as may be necessary to carry out the purposes and effects of the same.

C. Final Decree

Once the estate has been fully administered, as provided in Rule 3022 of the Federal Rules of Bankruptcy Procedure, the Plan Proponent, or such other party as the Court shall designate in the Plan Confirmation Order, 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.

VI. OTHER PLAN PROVISIONS

NONE.

In Mayagüez, Puerto Rico this 2<sup>nd</sup> day of November of 2016

*/S/ Camile Haeussler Badillo*

CERTIFICATE OF ELECTRONIC FILING AND SERVICE

I hereby certify that on this same date I electronically filed the foregoing motion with the Clerk of the Court using the CM/ECF System, which sends notification of such filing to the United States Trustee: *Mrs. Monsita Lecaroz Arribas, Esq.*, at [ustpregrjor21.h.ecf@usdoj.gov](mailto:ustpregrjor21.h.ecf@usdoj.gov); and to all attorneys for all creditors and parties in interest that have filed a Notice of Appearance as listed.

I further certify that I have served this notice by depositing true and correct copy thereof in the United State Mail to all non user creditors and parties in interest as per attached Master Address List.

In Mayagüez, Puerto Rico, this November 2, 2016.

**BASKET ORIGINALS INC.**  
**/S/ Camile Haussler**  
**Debtor in Possession**

**Attorney for Debtor**  
**/s/ Homel A Mercado-Justiniano**  
**USDC- PR - 229705**  
**Calle A. Ramírez Silva # 8**  
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**Mayagüez, PR 00680-4714**  
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DEPARTAMENT OF LABOR  
PO BOX 191020  
COLLECTION UNIT 12TH FLOOR  
SAN JUAN, PR 00910-1020

DEPARTMENT OF TREASURY  
PO BOX 9024140 OFF. 424.B  
BANKRUPTCY SECTION  
SAN JUAN, PR 00902-4140

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