UNITED STATES BANKRUPTCY COURT DISTRICT OF DELAWARE

In Re: Whitehall Jewelers, Inc.

Case No. 08-11261 (1)

Reporting Period: 4/4/10 - 5/1/10

MONTHLY OPERATING REPORT

File with Court and submit copy to United States Trustee within 20 days after end of month.

Submit copy of report to any official committee appointed in the case.

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Schedule of Cash Receipts and Disbursements	MOR-1	Yes	and the second s
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1a	No	Yes
Schedule of Professional Fees Paid	MOR-1b	Yes	
Copies of bank statements		N/A	
Cash disbursements journals		N/A	
Statement of Operations	MOR-2	Yes	
Balance Sheet	MOR-3	Yes	
Status of Postpetition Taxes	MOR-4	Yes	
Copies of IRS Form 6123 or payment receipt		No	
Copies of tax returns filed during reporting period		No	Yes
Summary of Unpaid Postpetition Debts	MOR-4	Yes	
Listing of aged accounts payable	MOR-4	Yes	
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	
Debtor Questionnaire	MOR-5	Yes	

Signature of Debtor

Date

Signature of Joint Debtor

Date

Mike Yager

Printed Name of Authorized Individual

Date

Date

Attorney Signature

Title of Authorized Individual

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents

⁽¹⁾ A consolidated monthly operating report has been submitted for the following debtor entities: Whitehall Jewelers Holdings, Inc. (Case No. 08-11261) and Whitehall Jewelers, Inc. (Case No. 08-11262)

^{*}Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

In Re: Whitehall Jewelers, Inc.

Case No. 08-11261

Reporting Period: 4/4/10 - 5/1/10

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

Amounts reported should be per the debtor's books, not the bank statement. The beginning cash should be the ending cash from the prior month or, if this is the first report, the amount should be the balance on the date the petition was filed. The amounts reported in the "CURRENT MONTH - ACTUAL" column must equal the sum of the four bank account columns. The amounts reported in the "PROJECTED" columns should be taken from the SMALL BUSINESS INITIAL REPORT (FORM IR-1). Attach copies of the bank statements and the cash disbursements journal. The total disbursements lested in the disbursements journal must equal the total disbursements reported on this page. A bank reconciliation must be attached for each account. [See MOR-1 (CONT)]

		OPER.	PA	E YROLL		ACC		TS . ESCROW	OTHER		RRENT MONTH		
CASH BEGINNING OF MONTH	5	3.286	s	(162)	s	(73)	\$	46	s	. \$	3,097	s	1,867
												•	
RECEIPTS													
CAȘII SALES									<u> </u>	IJ <u></u>	0		48,50
ACCOUNTS RECEIVABLE			L						1	╧	0		231,22
LOANS AND ADVANCES					<u> </u>						0		
SALE OF ASSETS	\perp		_						<u></u>	_	. 0		9,84
OTHER (SEE 1 BELOW)		81							ļ	_	81		1,16
TRANSFERS (FROM DIP LOAN)									1		0		129,93
Transfers From Operating acct	1										0		
TOTAL RECEIPTS	5	81	s		5		s		s	. s	81	\$	420,671
DISBURSEMENTS											<u> </u>		
NET PAYROLL	_					-22					-22		-32,54
PAYROLI, TANES	\perp									┸			-11,70
SALES, USE, & OTHER TAXES									l	┸	0		-20,05
INVENTORY PURCHASES										_	0		-72,03
SECURED/ RENTAL LEASES									<u> </u>	Ш_	0		21,44
INSURANCE	\perp									┵	. 0		-1,80
ADMINISTRATIVE											0		-33,14
SELLING	4									Д	0		-6,30
CREDIT CARD FEES/BANK FEES		-1							ļ	<u> </u>	-1		-5,80
PAYDOWN REVOLVER LOAN	_									<u> </u>	0		-66,35
503(b)(9), INVENTORY SHRINK, WARN	\perp									ᆚᆫ	0		-2,45
TRANSFERS (TO DIP LOAN)	_									_	0		-131,20
PRENTICE LOAN REPAYMENT	4.					i	Ĺ			↓	0		-7,70
PROFESSIONAL FEES	\perp	-73	<u> </u>				L			-	-73		-6,77
U.S. TRUSTEE QUARTERLY FEES	\perp									_	0		-13
COURT COSTS	\perp		L.						L	I	0		
TOTAL DISBURSEMENTS	\$	(74)	s		\$	(22)	\$		s	. s	(96)	s	(419.456
	Т.		1_		_		-			П.			
NET CASH FLOW	S	7	\$	-	\$	(22)	5		\$	- \$	(15)	s	1,215
(RECEIPTS LESS DISBURSEMENTS)	۰												
CASH - END OF MONTH	5	3.293	5	(162)	s	(95)		46	s	. s	3,082	s	3,082
COME - PUR OF MONTH		3.273	, ,	(102)		(33)	,	40	1.0	ان	3,002	-	3,06.

 $[\]bullet$ compensation to sole proprietors for services rendered to bankruptcy estate

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH)	ACTU	AL COLUMN)	
TOTAL DISBURSEMENTS	5	. 96	
LESS. TRANSFERS TO DEBTOR IN POSSESSION. ACCOUNTS	L		
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)			
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	5	96	

⁽¹⁾ Primarily preference claim receipts (\$67k) and other receipts and adjs (\$14k)



BANK RECONCILIATIONS

A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.

BALANCE PER BOOKS	Оре	rating	Páy	yroll	R	ent	Α	P		her
	. #		#		#				#	
BALANCE PER BOOKS	. L	L								<u>L</u>
BANK BALANCE	`	1		T		·				
(+) DEPOSITS IN TRANSIT (ATTACH LIST)										
(-) OUTSTANDING CHECKS (ATTACH LIST)										
OTHER (ATTACH EXPLANATION)										
ADJUSTED BANK BALANCE *										
* Adjusted bank balance must equal			·				·		_	
balance per books										
DEPOSITS IN TRANSIT	Date	Amount	Date	Amount	Date		Amount		Date	Amount
	 									
CUPOLCO OLIMOTA NIDINIO	61 "		O1 "		Cl. "		A		CI: "	A.m
CHECKS OUTSTANDING	Ck. #	Amount	Ch. #	Amount	Ck. #		Amount		Ck. #	Amount
				 						
	 	 								
	<u> </u>									
		-		-					<u> </u>	
OTHER				İ						
OTHER				ļ						
		ļ								
		 								



Section Company Comp										
Column	0/ 807 0098	22 991 500 42 22 92\ 590 92	25 468 34	09 616 ES	6002/52/11	Wite	AAUSGUGII TEMEMIZ IIIC	710/50	60/0E/8:1/6	Bayard
Color	86 ZPL 1658	28 875 E28 22	MT 759 52	09 120 58	6000/52/11	Wire	VYDRECIBIL JEWERES IDC	MC 596 RS	20/1617-115	piexeg
Applications	18 108 2652	58 DGP 964 SS	00 DS	00 099 15	6007/67/11	Wire	DUI SIRAMAC HEURYUAA	Ton oce us	60/05/2:1/2	Mahoney Cohen
The color of the	18 108 565\$	58 099 962 55		09 212 015	6002/91/11	Wire	Whitehall Jewelers Inc.	10 808 015	60/00/6·1/6	Ena Bankundev Solutiona LLC
Part	\$299 350 11	50 MID PLL SS	E9 89S MS	\$10 841 50	1002/22/01	Wire	Whitehall Jewelers Inc.	E8 215 212	80/06/9-1/9	Pachulsia Stane
Column	PC 101 0008	\$8 999 £94 \$\$ CLC/2 6C/ 6S		01 E62 6S	6002/22/01		AAUKGUSH YGMGIGUS IUC	23 394 10	60/05/9:1/V	
Applications of the control of the c	PS 157 0888	\$2 300 054 55	00 0s	D1 265 ES	6002/12/01	Wire	Whitehall Jewelers, Inc.	01 Z69 ES	60/05/9-1/9	Bavard
The color of the	2280 321 54 FF 859 0858	SE.817 841 82	96 ZZZS	09 825 965 09 825 965	1002/12/01	Wire	AAUGGUSH TEMBIELZ IUC	BC (C/ 9FS		2007 1003700 1
Colored Colo	SP 5EP 089S	58.184 118.82	DO DS	OF 617 755	10/21/2009	Wire	AAUUGUSII TGAGGEZ IUC	00.617.705	60/05/9:1/9	Proskaver Rose
Colored Colo	25 276 8788 24 264 0828	52 844 748 25 22 629 415 26	97 /215	00 224 665	6/9/5008	Wite	AAUSGUGII VEMERUZ IIKC	07 660 6CC		Proskauer rose
Part	ED 505 815S	92 E69 685 SS	12 7552	00 918 752	600078/6	AARG	AAUGEUDII JEMBIELD IUC	238 023 51	60/15/5-1/5	Prosizouer Rose
Part September 1997 1997 1997 1997 1997 1997 1997 199	28 500 8522 28 500 8522	97 90E 178 SS		09 995 118	6002/9/6	Wille	AAUGEURII 16MG/6LZ IUC	ZI ZVI RIS	60/06/5-1/5	Pachulaia Stang
Colored Colo	88 24C 0722	97 077 555 58			6002/8/6	Αγίζο	AAUGGUGII 76MGGUZ IUC	96 7 CR 615	60/06/9-1/9	Pachulski Stand
1972 19	\$205,275,02	Z9 016 915 9\$	00.0\$	96 PPC IS	16002/2/6	AAILG	AAUUGUBH 76-66UR IUC	PR 557 15	60/00/9-1/9	CBIZ/Mahana Cohen
Page	20 575 02	19 999 119 55	82 pE L 5	09 568 98	5002/9/6	AAAA .	Whitehall Jewelers Inc	89 625 75	60/06/9 1/9	Moses & Sincer
Part Process Control of the Control	65,550,5358	PO 304 806 5\$	96 PESS	08 315 98	16007/9/P	Wire	AAPUGUBII YEMEIGUZ IUC	8/ 75/ 55	60/05/9-1/9	FOXE PRUNUPLICA SOMURUE FFC
Revolution (1996) 1,000 1,	15 615 595\$		00.05	08 606 722	6002/15//	Wife	Whitehall Jewelers Inc.	09 005 255	60/0E/9-1/E	Prosident Rose
Part	TE 281.6222	22 427 895.24	04 90ES	DZ 6E9 9S	1/31/2009	ANILE	AAUKGUSII 1646KG IUC	22 342 30	60/05/9-1/9	Moses & Smoet
Part			16 911 85	09 616 812	5007/15//	Wife	Whitehell Jewelers Inc	250 430 21	60/16/C·1/E	Moses & Sincer
Part	96 1/2 5055	P1 PPZ 26E 5S	90 999 15	08 001 22	500Z/1E/Z	Wife	DUI SJAKEMEN HRUBUHAA	99 995 95	60/16/5-1/5	Bavaid
Col. 1506 19 12 12 13 13 13 13 13 13	06 EDS EMSS D6 EDS EMSS	PS 095 P12, Cc		223 338 30	6002/FZ/9	Wire	VVhdehall Sewelers Inc	223 235 14 1	50/05/9 1/9 50/05/9-1/9	Mostalust Mose
Septiment Septiment (P. 12), 170, 170, 170, 170, 170, 170, 170, 170	8243 310 39	25 321 221 04	00 0S	99 116 75	6002/02/9	AARS	AAUKSUPH 76M6IGLZ IUC	R9 LL6 75	50/0E/V-L/V	Mahoney Cohen
Second Column		81 862 S1E 62 81 862 S1E 62	89 06Z\$		6002/02/9	DIIVV	Whitehall Jewelers, Inc.	06 RZ9 SS	60/15/5-11/1	Eno Bankruntey Solutions, LLC
Colorabidity Colo	15.610 5488	91 852 100 55	00 OS	06 587 22	6000/02/9	B1/W	VYNICERS JEWBIERS INC	ng Zg / GS	60/LE/E-L/1	Bavaid
March Marc	06 EQT GAS\$	96 827 106 58	25 312 61	78 666 PR	6000/09	Wire	on and swell fariantity on and swell fariantity	19 210 25	50/0E/1-1/1/	EDIA BARKUDKEY SOUGHORS, L.C.
Part	87117,022	66 CM2 695 58	9£ Z99S	07 266 978	5000009	Wee	Whitehall Jewelers Inc.	87 518 578	60/10/01/0	Proskauer Rose
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Sect Co.	14 BT6,4582	82 629 680 58	CV SV9 ZS	27 288 272	6002/71/5	9J/AA	ANJUGENBILITE MERES LUC	L CO DEC 225	50/15/C1/C	FDIO REUMODICA SOMMOUS FEC
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11.15 12.55 39.585 59.185 12.55 13	11 111 OCSS	90 906 716 PS	99 0Z9 ZS	OR OE1 11S	6002/1/5	Wite	Whitehall Jewelers, Inc.	99 152 ELS	60/15/1-1/1	Disved
Control Cont	11 175 /755			OE 6/9 5S		SAIVE WATE	AAJJUGURII TEMBURIZ UUC	99 699 775	50/15/21-1/01	
97 697 615 5 91 75 00 10 10 10 10 10 10 10 10 10 10 10 10	\$524,134,03	91 265 966 PS	20 00	214 522 20	6002/7/5	Wire	WYNGERSH JEWEIERS INC.	US 552 PTC	10/11/21/09	Moses & Sinder
Color Colo	2234,134,03			08 90E 11\$		AVICE VVICE	AVTICENSI JEWERERS INC.	LE 069 925	60/87/7:1/2	Pecturisia Stand Pectulisia Stand
March Marc	25 728 S022	96 904 D06 P\$	00.0\$	08 644 018	6002/7/5	Mπe	Wintehall Jewelers Inc.	08 617,012	10/1-12/31/09	Pachulaid Stand
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10.00000000000000000000000000000000000	16 999 709\$	24 856 030 32	ZI 99Z IS	76 800 JSS	6002/6/1	Wire	Whitehall Jewelers Inc.	252 265 14	2/1-2/28/09	Eala Bankruskey Solutions LLC
98 82 69 95 St. C.	01.027.7652	\$6.845.847 b2	29 285 ES		3/56/5009	Wire	AVDICEDAE JEWEIGIS INC.	22 990 098	12/1-12/31/08	Prosicum Rosa LLP
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Company Comp	95 7/1 6/7\$	28 N2C 912 NS	07 1188	08 017 118	600Z/S/E		Whitehat Jewelers Inc	05 272 11S	90/00/11/1/11	Moses & Sincel
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Port	86 888 1848	\$4 184 202 45	6C 985 ES	08 858 A12	600071700	Wire	AVDITIONAL JEWERES INC.	SL /LI PIS	90/10/21 1/21	Pachulelo Stand
10.796 597 59.225 15.19 15.19 10.005	DO DIE RSVS CV CRV ZSVS	20 134 131 Pc	25 928 55 Zp 165 75	00 991 715 01 999 FLS	600Z/E/T				90/0E/(1-1/L1) 90/1E/Z1-1/71	Epig Benkruptey Solutions LLC
\$1,959,795 \$5,000,000 \$0,000,000 \$1,000	10 246 6448	56 228 551 55	00 0s	215 991 50	514/5009	Wife	ANU SUBJEMBY TRUBBURA	DZ 199 ZLS	80/15/01-1/01	113
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Column C	SZ PPO 6665	23 321 348 15		19 205 918	1/15/2009	VVICE	VVIIREINEL LEWERCE INC.	97 664 41\$	90/06/11-1/11	Eolo Baniquetry Solutions LLC
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2007-15 2017-15 2017-15 2017-15 2017-15 2007-15 2007-15 2007-15 2007-15 2017	2198 419 51 2194 115 83	25 548 220 33			9002/5/11	WYRE	VYNICENSII JONGIGUE INC.	1 OZ Z/V 99ZS	80/16/15/8	Mahbonin Cohen
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Case No.08-11361. The expends a to include all returned problems by increase accessive to contain another the expensive to t

Case No. 03-11261 Reporting Period: 4/4/10 - 5/1/10

in Re: Whitehall Jewelerz, Inc.

STATEMENT OF OPERATIONS - Income Statement

The Statement of Operations is to be prepared on an accrual basis. The accrual basis of accounting recognizes revenue when it is realized and expenses when they are incurred, regardless of when cash is actually received or paid.

REVENUES		4/4-5/1/10	2/28-4/3/10		Cumulative Filing to Date
Gross Revenues	\$	-	\$ -	· \$	288,188
Less: Returns and Allowances, trade-ins and exchanges					29,906
Net Revenue	\$	-	\$ -	\$	258,282
COST OF GOODS SOLD				•	
Beginning Inventory	S	-	\$ -	S	159,989
Add: Net Purchases		0		0	68,140
Add: Trade-ins	1-1-	0		0	0
Add: Other Costs (attach schedule)	+				-18,379
Less: Ending Inventory	+	0		0	1,409
Cost of Goods Sold Merchandise		0			209,750
Cost of Good sold Repairs, Warranty, Other/Reserves	+			<u> </u>	13,865
Total Cost of Sales	++	-		+	223,615
Gross Profit	 s		\$ -	\$	34,667
OPERATING EXPENSES	1,14		<u> </u>	1 4	37,007
Advertising	T \$		-	T\$	516
Auto and Truck Expense	╁┼╬	0		0	310
Bad Debts	+	0		 	478
Liquidation Expense	++	0		0	
Employee Benefits Programs	++	0		0	23,895
	- -				2,691
Insider Compensation*	++	0		0	1,276
Insurance	++	-7	11	_	1,187
Management Fees/Bonuses	++	0		0	814
Credit expense	++	0		0	3,906
Pension & Profit-Sharing Plans	+-	0		0	0
Repairs and Maintenance	++	0		0	515
Rent and Lease Expense	++	0		1 -	21,300
Salaries/Commissions/Fees	4	22	2.		36,878
Supplies	4-4-	0		0	588
Taxes - Payroll	↓ ↓	0		0	3,484
Taxes - Real Estate	$\bot \bot$	0		0	847
Taxes - Other	11-	8	2	_	-1,648
Travel and Entertainment	$\perp \perp$	0		0	313
Utilities	$\bot\bot$	0		1	1,304
Other (attach schedule)	$\perp \perp$	1	-	8	2,639
Total Operating Expenses Before Depreciation	$\perp \perp$	24	4	7	100,983
Depreciation/Depletion/Amortization					20
Net Profit (Loss) Before Other Income & Expenses	\$	(24)	\$ (47) \$	(66,336)
OTHER INCOME AND EXPENSES					
Other Income (attach schedule)	\$	-	\$ -	\$	-
Interest Expense		471	58	9	15,263
Other Expense (attach schedule)					21,963
Net Profit (Loss) Before Reorganization Items	\$	(495)	\$ (636) \$	(103,562)
REORGANIZATION ITEMS		1 1	'	<u> </u>	\' .
Professional Fees	1 \$	65	\$ 65	Т	7,580
U. S. Trustee Quarterly Fees	11	0		5	130
Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet)	+	0			-40
Gain (Loss) from Sale of Equipment	+	0		5	-55
Other Reorganization Expenses (attach schedule)	++-	0		+	-55
Total Reorganization Expenses	++	65	7	1	7,615
Income Taxes	++-	0		5	-68
Net Profit (Loss)	++5	(560)			(111,109)
incli fort (Loss)	<u> </u>	(300)	(700	<u>/ I Ja</u>	(111,109)

^{*&}quot;Insider" is defined in 11 U.S.C. Section 101(31).

In Re: Whitehall Jewelers, Inc.

STATEMENT OF OPERATIONS - continuation sheet

BREAKDOWN OF "OTHER" CATEGORY	4/4 to	5/1/10	Cumulative Filing to Date
···			
Other Costs			
Sale of inventory (with 17 stores) to MHI	\$	-	
LCM oss on melt/scrap inventory			
Store shrink			
Reclass Consignment Reserve to Liability			
Write off of capitalized overhead costs in inventory/Freight/Other			
Sale of scrap inventory			
	\$		
Other Operational Expenses			
Delivery	\$	- \$	549
Security		0	334
Data Processing		0	537
Other Professional and legal fees		0	166
Telephone/Internet		0	1,212
Reversal of excess layaway liability		0	-338
Visa/Mastercard settlement		0	-110
Bank charges/over and short/Adjs		1	23
Tax Services		0	14
401k Audit Services		0	20
Other	.	0	228
C.I.C.			0
			0
	\$	1 \$	2,635
Other Income			Alleria (
Other Income	S	- \$	-
	+ -		
	++		
	1 s	- \$	
Other Expenses			
Intangible Asset Impairment Charges	1 1 \$	- \$	10,987
Property & Equipment Impairment Charge	++3	<u>-</u> μ.Ψ.	14,909
Reverse Rent Incentive/Mimimum Lease Liability	- - 		-3,933
Reverse Rent incentive/iviimimum Lease Liability			-3,733
T . 1	 	- \$	21,963
Total	1 13		21,903
Other Reorganization Expenses	 		
			
			

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:
Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for thebankruptcy proceeding, should be reported as a reorganization item.

BALANCE SHEET

ASSETS CURRENT ASSETS		BOOK VALUE AT 5/1/2010	BOOK VALUE ON PETITION DATE 6/22/2008
Unrestricted Cash and Equivalents	s	3,036	\$ 1,867
Restricted Cash and Cash Equivalents (see continuation sheet)		46	0
Accounts Receivable (Net)		14	3,208
Notes Receivable		0	0
Inventories		0	159,989
Prepaid Expenses		13	562
Professional Retainers		170	450
Other Current Assets (attach schedule)			0
TOTAL CURRENT ASSETS	\$	3,279	\$ 166,076
PROPERTY AND EQUIPMENT			
Real Property and Improvements			0
Machinery and Equipment			0
Furniture, Fixtures and Office Equipment		0	20,012
Leasehold Improvements		0	20,762
Hardware/Software/Other		0	3,462
Less Accumulated Depreciation		0	-28,061
TOTAL PROPERTY & EQUIPMENT	s		\$ 16,175
OTHER ASSETS	1.5		<u> </u>
Loans to Insiders*		0	0
Other Assets (attach schedule)	-	0	10,987
TOTAL OTHER ASSETS	- s	-	\$ 10,987
TOTAL OTTIEK ASSETS			
TOTAL ASSETS	\$	3,279	\$ 193,238
LIABILITIES AND OWNER EQUITY LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)		BOOK VALUE AT 5/1/2010	BOOK VALUE ON PETITION DATE 6/22/2008
Accounts Payable	\$	18	\$ -
Taxes Payable (refer to FORM MOR-4)		6	0
Wages Payable		0	0
Notes Payable		0	0
Rent / Leases - Building/Equipment		1,550	0
Secured Debt / Adequate Protection Payments		0	0
Professional Fees		192	0
Amounts Due to Insiders*	_	. 0	0
Other Postpetition Liabilities (attach schedule)		1	0
TOTAL POSTPETITION LIABILITIES	\$	1,767	\$ -
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)			
Secured Debt **		43,737	107,276
Priority Debt		1,621	6,998
Unsecured Debt		57,347	69,074
TOTAL PRE-PETITION LIABILITIES	\$	102,705	\$ 183,348
	1.15,446		
TOTAL LIABILITIES	\$	104,472	\$ 183,348
OWNER EQUITY			
Capital Stock		40	40
Additional Paid-In Capital		130,600	130,574
Partners' Capital Account		0	0
Owner's Equity Account		0	0
Retained Earnings - Pre-Petition		-120,724	-120,724
Retained Earnings - Postpetition	\neg	-111,109	
Adjustments to Owner Equity (attach schedule)			0
Postpetition Contributions (Distributions) (Draws) (attach schedule)			C
NET OWNER EQUITY	s	(101,193)	\$ 9,890
TOTAL LIABILITIES AND OWNERS' EQUITY	\$	3,279	\$ 193,238

^{*&}quot;Insider" is defined in 11 U.S.C. Section 101(31).

BALANCE SHEET - continuation sheet

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Current Assets		
None		
		<u> </u>
other Assets		
Favorable Leases	-	\$ 62
Customer List	0	1,6
Trade Names		0,0
Total	-	\$ 10,98
Total	BOOK VALUE AT END OF	BOOK VALUE ON
LIABILITIES AND OWNER EQUITY Other Postpetition Liabilities	CURRENT REPORTING MONTH	PETITION DATE
Other	<u> </u>	
		
Total		<u> </u>
djustments to Owner Equity		
None	· · · · · · · · · · · · · · · · · · ·	
110nc		
)	, , , , , , , , , , , , , , , , , , , 	
ostpetition Contributions (Distributions) (Draws)		T
None		
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Restricted Cash is cash that is restricted for a specific use and not available to fund operations. Typically, restricted cash is segregated into a separate account, such as an escrow account.

In Re: Whitehall Jewelers, Inc.

STATUS OF POSTPETITION TAXES

Attach photocopies of IRS Form 6123 or payment receipt to verify payment or deposit of federal payroll taxes. Attach photocopies of any tax returns filed during the reporting period.

	Beginning Tax Liability	Amount Withheld or Accrued	Amount Paid	Date Paid	Check No. or EFT	Ending Tax Liability
Federal	<u></u>	··	1.2		- ₁	T.
Withholding	\$ -	\$ -	\$ -			\$ -
FICA-Employee	0	0	0			0
FICA-Employer	0	0	0			0
Unemployment	0	0	0			0
Income	0	0	0			0
Other:	0	0	0			0
Total Federal Taxes	\$ -	\$ -	-	<u></u>		\$
State and Local						
Withholding	0	0	0			0
Sales	0	0	.0			0
Excise	0	0	0			0
Unemployment	0	0	0			0
Real Property	0	0	0			0
Personal Property	-8	8	0			0
Other: Income Taxes and Reserves	6	0	0			6
Total State and Local	\$ (2)	\$ 8	\$ -			\$ 6
Total Taxes	\$ (2)	\$ 8	\$ -			\$ 6

SUMMARY OF UNPAID POSTPETITION DEBTS

Attach aged listing of accounts payable.

$\frac{1}{2} \left(\frac{1}{2} \right) $			Number	of Days Past Du	je		
	Current	0-30	31-60	61-90	Over 90	T	otal
Accounts Payable	\$ 18					3	18
Wages Payable	0						0
Taxes Payable	6	· ·					6
Rent/Leases-Building	841					709	1,550
Rent/Leases-Equipment	0						0
Secured Debt/Adequate Protection Payments	0						0
Professional Fees	204						192
Amounts Due to Insiders*	0						0
Other:	1						1
Other:	0						0
Total Postpetition Debts	\$ 1,070	\$	- \$	- \$	- \$	709	1,767

Explain how and when the Debtor intends to pay any past-due postpetition debts.

^{*&}quot;Insider" is defined in 11 U.S.C. Section 101(31).

Case No. 08-11261 Reporting Period: 4/4/10 - 5/1/10

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

4/4-5/1/10

Accounts Receivable Reconciliation	Amoun	t
Total Accounts Receivable at the beginning of the reporting period	\$ 14	ı
+ Amounts billed during the period		0
- Amounts collected during the period		0
Total Accounts Receivable at the end of the reporting period	\$ 14	1
Accounts Receivable Aging	 Amount	
0 - 30 days old	14	1
31 - 60 days old		0
61 - 90 days old		
91+ days old		
Total Accounts Receivable	 1	4
Amount considered uncollectible (Bad Debt)		0
Accounts Receivable (Net)	\$ 14	1

DEBTOR QUESTIONNAIRE

Must be completed each month	Yes	No
Have any assets been sold or transferred outside the normal course of business]
this reporting period? If yes, provide an explanation below.		Х
2. Have any funds been disbursed from any account other than a debtor in possession		
account this reporting period? If yes, provide an explanation below.		Х
3. Have all postpetition tax returns been timely filed? If no, provide an explanation		
below.	X	
4. Are workers compensation, general liability and other necessary insurance		
coverages in effect? If no, provide an explanation below.	X	
5. Has any bank account been opened during the reporting period? If yes, provide		
documentation identifying the opened account(s). If an investment account has been opened		
provide the required documentation pursuant to the Delaware Local Rule 4001-3.		Х

Location Name	Loc#	Address	City	State	Zip	Bank	Date	Balance
			<u> </u>					
CORPORATE				-				
Corporate Account	Corp HQ	135 South LaSalle Street	Chicago	łL	60603	Bank of America (LaSalle) Operating	05/01/10	3,292,557.24
Corporate Account	Corp HQ	135 South LaSalle Street	Chicago	IL	60603	Bank of America (LaSalle) AP Account	05/01/10	82,787.77
Corporate Account	Corp HQ	135 South LaSalle Street	Chicago	IL	60603	Bank of America (LaSalle) Payroll Account	05/01/10	12,535.21
Corporate Account	Corp HQ	135 South LaSalle Street	Chicago	IL	60603	Bank of America (LaSalle) Rent Account	05/01/10	-
	<u> </u>				•			
ESCROW								
Escrow - Utilities						Bank of America Escrow-utilities	05/01/10	46,379.44
Money Market								
Investment Account						Bank of America	05/01/10	_

TOTAL

3,434,259.66

WHITEHALL' JEWELERS

125 South Wacker Drive, Suite 2600 Chicago, IL 60606

312-782-6800 312-782-8299 (Fax)

May 27, 2010

Office of the United States Trustee

Subject: Attestation of Regard Postpetition Taxes

The debtor, Whitehall Jewelers, hereby submits this attestation regarding postpetition taxes.

All postpetition taxes for the debtor, which are not subject to dispute or reconciliation, are current.

Name: Michael Yager

Position: Authorized Signatory

WHITEHALL JEWELERS

125 South Wacker Drive, Suite 2600 Chicago, IL 60606

312-782-6800 312-782-8299 (Fax)

May 27, 2010

Office of the United States Trustee

Subject: Attestation Regard Bank Account Reconciliations

The debtor, Whitehall Jewelers, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliation in the ordinary course of its business (Due to staffing reductions the timing of reconciliations has been extended). Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

Name: Michael Yager

Position: Authorized Signatory