

UNITED STATES BANKRUPTCY COURT
NORTHERN DISTRICT OF CALIFORNIA

In re: HOWREY LLP

Case No. 11-31376

**CHAPTER 11
MONTHLY OPERATING REPORT
(GENERAL BUSINESS CASE)**

SUMMARY OF FINANCIAL STATUS

MONTH ENDED: 11/31/2011

PETITION DATE: 04/11/11

1. Debtor in possession (or trustee) hereby submits this Monthly Operating Report on the Accrual Basis of accounting (or if checked here the Office of the U.S. Trustee or the Court has approved the Cash Basis of Accounting for the Debtor).
Dollars reported in \$1

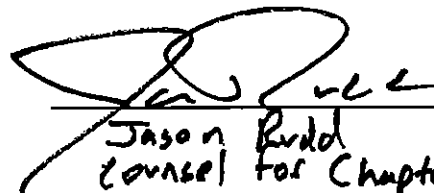
	<u>End of Current Month</u>	<u>End of Prior Month</u>	<u>As of Petition Filing</u>
2. Asset and Liability Structure			
a. Current Assets	\$ 24,571,307	\$ 24,816,074	
b. Total Assets	<u>39,865,210</u>	<u>40,109,977</u>	\$ 138,723,106
c. Current Liabilities	769,141	769,141	
d. Total Liabilities	<u>Unknown</u>	<u>Unknown</u>	<u>107,037,359</u>
			Cumulative
			(Case to Date)
3. Statement of Cash Receipts & Disbursements for Month			
a. Total Receipts	\$ 358,720	\$ 1,512,932	\$ 16,974,444
b. Total Disbursements	<u>337,224</u>	<u>2,727,686</u>	<u>17,668,548</u>
c. Excess (Deficiency) of Receipts Over Disbursements (a - b)	<u>21,496</u>	<u>(1,214,754)</u>	<u>(694,104)</u>
d. Cash Balance Beginning of Month	<u>2,824,457</u>	<u>4,039,211</u>	<u>3,540,057</u>
e. Cash Balance End of Month (c + d)	\$ 2,845,953	\$ 2,824,457	\$ 2,845,953
			Cumulative
			(Case to Date)
4. Profit/(Loss) from the Statement of Operations	\$ 21,496	\$ (1,214,754)	\$ 6,445,868
5. Account Receivables (Pre and Post Petition)	<u>17,758,564</u>	<u>17,848,087</u>	
6. Post-Petition Liabilities	<u>769,141</u>	<u>769,141</u>	
7. Past Due Post-Petition Account Payables (over 30 days)	<u>769,141</u>	<u>769,141</u>	

At the end of this reporting month:

- | | <u>Yes</u> | <u>No</u> |
|--|------------|-----------|
| 8. Have any payments been made on pre-petition debt, other than payments in the normal course to secured creditors or lessors? (if yes, attach listing including date of payment, amount of payment and name of payee) | _____ | <u>X</u> |
| 9. Have any payments been made to professionals? (if yes, attach listing including date of payment, amount of payment and name of payee) | _____ | <u>X</u> |
| 10. If the answer is yes to 8 or 9, were all such payments approved by the court? | _____ | <u>X</u> |
| 11. Have any payments been made to officers, insiders, shareholders, relatives? (if yes, attach listing including date of payment, amount and reason for payment, and name of payee)
See Schedule I.1 | _____ | <u>X</u> |
| 12. Is the estate insured for replacement cost of assets and for general liability? | <u>X</u> | _____ |
| 13. Are a plan and disclosure statement on file? | _____ | <u>X</u> |
| 14. Was there any post-petition borrowing during this reporting period? | _____ | <u>X</u> |
15. Check if paid: Post-petition taxes X ; U.S. Trustee Quarterly Fees X ; Check if filing is current for: Post-petition tax reporting and tax returns: X .
(Attach explanation, if post-petition taxes or U.S. Trustee Quarterly Fees are not paid current or if post-petition tax reporting and tax return filings are not current.)

I declare under penalty of perjury I have reviewed the above summary and attached financial statements, and after making reasonable inquiry believe these documents are correct.

Date: 12/29/11


Jason Rudd
Counsel for Chapter 11 Trustee

BALANCE SHEET
(General Business Case)
For the Month Ended 10/31/11

Assets		<u>From Schedules</u>	<u>Market Value</u>
Current Assets			
1	Cash and cash equivalents - unrestricted		\$ 2,845,953
2	Cash and cash equivalents - restricted (all foreign accounts)		3,000,091
3	Accounts receivable (net)	A	17,758,564
4	Inventory	B	-
5	Prepaid expenses		-
6	Professional retainers		966,700 [a]
7	Other: _____		-
8	_____		_____
9	Total Current Assets		\$ 24,571,307
Property and Equipment (Market Value)			
10	Real property	C	-
11	Machinery and equipment	D	-
12	Furniture and fixtures	D	644,595
13	Office equipment	D	2,497,699
14	Leasehold improvements	D	1,481,325
15	Vehicles		-
16	Other: <u>Artwork</u>	D	1,206,090
17	_____		_____
18	_____		_____
19	_____		_____
20	_____		_____
21	Total Property and Equipment		\$ 5,829,710
Other Assets			
22	Loans to shareholders		-
23	Loans to affiliates		-
24	Interest in Attorney's Liability Assurance Society, Inc.		8,161,610
25	Vendor Credits		122,425
26	Arbitration Award		840,045
27	Associate loans and staff advance		110,062
28	Rebate for Prescription Plan		60,000
29	Settlement Agreement		45,000
30	Tax Refund		125,050
31	Workers Compensation Refund		-
32	Total Other Assets		\$ 9,464,192
33	Total Assets		\$ 39,865,210

NOTE:

Indicate the method used to estimate the market value of assets (e.g., appraisals; familiarity with comparable market prices, etc.) and the date the value was determined.

[a] Represents gross retainer amounts without netting any incurred but not yet paid through the date of this report.

**Liabilities and Equity
(General Business Case)**

Liabilities From Schedules

Post-Petition

Current Liabilities

35	Salaries and wages		\$ -
36	Payroll taxes		-
37	Real and personal property taxes		-
38	Income taxes		-
39	Sales taxes		-
40	Notes payable (short term)		-
41	Accounts payable (trade)	A	-
42	Real property lease arrearage		-
43	Personal property lease arrearage		-
44	Accrued professional fees		769,141
45	Current portion of long-term post-petition debt (due within 12 months)		-
46	Other:		-
47	_____		_____
48	_____		_____
49	Total Current Liabilities		\$ 769,141

50	Long-Term Post-Petition Debt, Net of Current Portion		-
51	Total Post-Petition Liabilities		\$ 769,141

Pre-Petition Liabilities (allowed amount)

52	Secured claims	F	Unknown
53	Priority unsecured claims	F	Unknown
54	General unsecured claims	F	Unknown
55	Total Pre-Petition Liabilities		-
56	Total Liabilities		Unknown

Equity (Deficit)

57	Retained Earnings/(Deficit) at time of filing		n/a [a]
58	Capital Stock		n/a [a]
59	Additional paid-in capital		n/a [a]
60	Cumulative profit/(loss) since filing of case		n/a [a]
61	Post-petition contributions/(distributions) or (draws)		n/a [a]
62	_____		n/a [a]
63	Market value adjustment		n/a [a]
64	Total Equity (Deficit)		Unknown
65	Total Liabilities and Equity (Deficit)		Unknown

[a] Debtor is partnership.

**SCHEDULES TO THE BALANCE SHEET
(General Business Case)**

Schedule A

Accounts Receivable and (Net) Payable

Receivables and Payables Agings	Accounts Receivable		Accounts Payable	Past Due
	<u>[Pre and Post Petition]</u>		<u>[Post Petition]</u>	<u>Post Petition Debt</u>
0 -30 Days	\$	-	\$	-
31-60 Days	\$	-		-
61-90 Days	\$	349,000	216,614	\$ 769,141
91+ Days	\$	30,806,375	552,528	
Total accounts receivable/payable	\$	31,155,375	\$ 769,141	
Allowance for doubtful accounts		13,396,811		
Accounts receivable (net)	\$	17,758,564		

Schedule B

Inventory/Cost of Goods Sold

<u>Types and Amount of Inventory(ies)</u>	<u>Inventory(ies) Balance at End of Month</u>	<u>Cost of Goods Sold</u>	
		Inventory Beginning of Month	_____
		Add -	
Retail/Restaurants -	_____	Net purchase	_____
Product for resale	_____	Direct labor	_____
		Manufacturing overhead	_____
Distribution -	_____	Freight in	_____
Products for resale	_____		_____

Manufacturer -	_____		_____
Raw Materials	_____		_____
Work-in-progress	_____	Less -	
Finished goods	_____	Inventory End of Month	_____
		Shrinkage	_____
Other - Explain	_____		_____

TOTAL	\$ _____	Cost of Goods Sold	\$ _____

Method of Inventory Control

Do you have a functioning perpetual inventory system?

Yes _____ No _____

How often do you take a complete physical inventory?

Weekly _____
 Monthly _____
 Quarterly _____
 Semi-annually _____
 Annually _____

Date of last physical inventory was _____

Date of next physical inventory is _____

Inventory Valuation Methods

Indicate by a checkmark method of inventory used.

Valuation methods -

FIFO cost _____
 LIFO cost _____
 Lower of cost or market _____
 Retail method _____
 Other _____
 Explain _____

**Schedule C
Real Property**

Description	<u>Cost</u>	<u>Market Value</u>
NONE	\$ -	\$ -
Total	\$ -	\$ -

**Schedule D
Other Depreciable Assets**

Description	<u>Cost</u>	<u>Market Value</u>
Machinery & Equipment -		
Total	\$ -	\$ -
Furniture & Fixtures -		
Artwork	734,512	1,206,090 [1]
Furniture & Fixtures	6,999,353	644,595
Total	\$ 7,733,865	\$ 1,850,685
Office Equipment -		
Computer Equipment	8,912,417	696,015 [3]
Software	513,723	84,399 [2]
Office Equipment	3,943,369	1,717,285 [2]
Total	\$ 13,369,510	\$ 2,497,699
Leasehold Improvements -		
Leasehold Improvements	11,548,805	1,481,325 [2]
Total	\$ 11,548,805	\$ 1,481,325
Vehicles -		
Total	\$ -	\$ -

[1] Value is based on appraisals. Artwork is either held in a consignment location or is located in the Washington, DC office.

[2] Net book value as of 12/31/10 per Fixed Asset Register.

[3] Includes net book values as of 12/31/10 for IT Assets held at the Ashburn, VA, Irvine, CA and Washington, DC offices and market values for assets transferred and held at a consignment location.

Schedule E
Aging of Post-Petition Taxes
(As of End of the Current Reporting Period)

Taxes Payable	<u>0-30 Days</u>	<u>31-60 Days</u>	<u>61-90 Days</u>	<u>91+ Days</u>	<u>Total</u>
Federal					
Income Tax Withholding	\$ -	\$ -	\$ -	\$ -	\$ -
FICA - Employee					
FICA - Employer					
Unemployment (FUTA)					
Income					
Other (Attach List)					
Total Federal Taxes	-	-	-	-	-
State and Local					
Income Tax Withholding					
Unemployment (UT)					
Disability Insurance (DI)					
Empl. Training Tax (ETT)					
Sales					
Excise					
Real property					
Personal property	-	-	-	2,889	2,889
Income					
Other (Attach List)					
Total State & Local Taxes	-	-	-	2,889	2,889
Total Taxes	\$ -	\$ -	\$ -	\$ 2,889	\$ 2,889

Schedule F
Pre-Petition Liabilities

<u>List Total Claims For Each Classification -</u>	<u>Claimed Amount [1]</u>	<u>Allowed Amount (b) [2]</u>
Secured claims (a)	\$62,410,541	Unknown
Priority claims other than taxes	22,369,914	Unknown
Priority tax claims	1,743,758	Unknown
General unsecured claims	19,094,092	Unknown

- (a) List total amount of claims even if under secured.
- (b) Estimated amount of claim to be allowed after compromise or litigation. As an example, you are a defendant in a lawsuit alleging damage of \$10,000,000 and a proof of claim is filed in that amount. You believe that you can settle the case for a claim of \$3,000,000. For Schedule F reporting purposes you should list \$10,000,000 as the Claimed Amount and \$3,000,000 as the Allowed Amount.

[1] Bankruptcy Schedules filed on July 6, 2011. Amounts do not reflect items reported with "unknown" values. Additionally, certain amounts included herein were paid during the GAP Period in the Debtor's ordinary course of business as explained in the accompanying notes.

[2] The Debtor has not yet reconciled claims and therefore cannot report an "allowed" amount.

Schedule G
Rental Income Information
Not applicable to General Business Cases

Schedule H
Recapitulation of Funds Held at End of Month

	<u>Account 1</u>	<u>Account 2</u>	<u>Account 3</u>	<u>Account 4</u>
Bank				
Account Type	See Attached Schedule H			
Account No.				
Account Purpose				
Balance, End of Month				
Total Funds on Hand for all Accounts	\$ 5,976,100			

Attach copies of the month end bank statement(s), reconciliation(s), and the check register(s) to the Monthly Operating Report.

Schedule H
Recapitulation of Funds Held at End of Month

Unrestricted Cash Accounts

	<u>Account 1</u>	<u>Account 2</u>	<u>Account 3</u>	<u>Account 4</u>	<u>Account 5</u>
Bank	Cash on Hand	Citibank, NA	Citibank, NA	Citibank, NA	Citibank, NA
Account Type	Petty Cash	Depository	Payroll	Disbursement	Operating
Account No.	N/A	#1505	#2686	#6311	#7078
Account Purpose		DC Receipt	DC Payroll	DC Disbursement	NY Operating
Balance, End of Month	\$ -	\$ 2,976,009	\$ -	\$ -	\$ -
Total Unrestricted Accounts	<u>\$ 2,976,009</u>				

Restricted Cash / Foreign Accounts

	<u>Account 6</u> ^[3]	<u>Account 7</u> ^[4]	<u>Account 8</u> ^[5]	<u>Account 9</u> ^[6]	<u>Account 10</u> ^[6]	<u>Account 11</u>	<u>Account 12</u> ^[7]	<u>Account 13</u> ^[8]
Bank	ABN AMRO Bank	ABN AMRO Bank	ABN AMRO Bank	Deutsche Bank	Deutsche Bank	Deutsche Bank	BNP Bank	Barclays
Account Type	Investment	Depository	Payroll	Operating	Depository	Payroll	Operating	Operating
Account No.	#5207	#1080	#1099	#6600	#6601	#6602	#0275	#0101
Account Purpose	Amsterdam Investment	Amsterdam Receipt	Amsterdam Payroll	Munich Operating	Munich Receipt	Munich Payroll	Paris Operating	Paris Operating
Balance, End of Month	\$ 223,670 [1]	\$ -	\$ -	\$ 118,755 [1]	\$ 94,057 [1]	\$ -	\$ 31,875 [1]	\$ 193,682 [1]

	<u>Account 14</u> ^[9]	<u>Account 15</u> ^[10]	<u>Account 16</u> ^[10]	<u>Account 17</u> ^[10]	<u>Account 18</u> ^[11]	<u>Account 19</u> ^[12]	<u>Account 20</u> ^[13]
Bank	Barclays	Fortis Banque	Fortis Banque	Fortis Banque	NatWest Bank	NatWest Bank	ING Belgium
Account Type	Payroll	Operating	Payroll	Depository	Depository	Payroll	Brussels
Account No.	#0102	#3982	#4184	#4083	#8581	#8603	#4448
Account Purpose	Paris Payroll	Brussels Operating	Brussels Payroll	Brussels Receipt	London Receipt	London Payroll	Brussels Liquidating
Balance, End of Month	\$ 25,950 [1]	\$ 16,859 [1]	\$ - [1]	\$ 479,680 [1]	\$ 159,921 [2]	\$ 9,573 [2]	\$ 1,646,067

Total Restricted Cash / Foreign Accounts \$ 3,000,091

Total Funds on Hand for all Accounts \$ 5,976,100

Attach copies of the month Restricted end bank statement(s), reconciliation(s), and the check register(s) to the Monthly Operating Report.

- [1] Converted from Euros to \$US as of 11/30/11. (\$1.5585)
- [2] Converted from British Pounds to \$US as of 11/30/11. (\$1.3387)
- [3] Balance as of 11/14/11, per last available statement.
- [4] Balance as of 7/11/11, per last available statement.
- [5] Balance as of 7/1/11, per last available statement.
- [6] Balance as of 11/16/11, per last available statement.
- [7] Balance as of 11/22/11
- [8] Balance as of 11/30/11, per last available statement.
- [9] Balance as of 11/22/11
- [10] Balance as of 11/16/11, per bank communication.
- [11] Balance as of 11/25/11, per last available statement.
- [12] Balance as of 10/11/11, per last available statement.
- [13] Balance as of 7/11/11, per last available statement.

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
Increase/(Decrease) in Cash and Cash Equivalents
For the Month Ended 11/31/2011

		Actual Current Month	Cumulative (Case to Date)
Cash Receipts			
1	Rent/Leases Collected	\$ -	\$ -
2	Cash Received from Sales	358,720	14,851,109
3	Interest Received	-	-
4	Borrowings	-	-
5	Funds from Shareholders, Partners, or Other Insiders	-	-
6	Capital Contributions	-	-
7	Contingency Cases	-	1,999,325
8	Return of Retainers	-	41,043
9	Workers Compensation Refund	-	82,967
10		-	-
11		-	-
12	Total Cash Receipts	\$ 358,720	\$ 16,974,444
Cash Disbursements			
13	Payments for Inventory	-	\$ -
14	Selling	-	-
15	Administrative	-	-
16	Capital Expenditures	-	-
17	Principal Payments on Debt	-	7,139,972
18	Interest Paid	-	-
	Rent/Lease:		
19	Personal Property	-	-
20	Real Property	-	630,937
	Amount Paid to Owner(s)/Officer(s)		
21	Salaries	163,322	1,667,881
22	Draws	-	-
23	Commissions/Royalties	-	-
24	Expense Reimbursements	635	27,096
25	Other (Contract Employees)	3,392	82,183
26	Salaries/Commissions (less employee withholding)	-	238,316
27	Management Fees (Dissolution Committee)	-	801,994
	Taxes:		
28	Employee Withholding	43,154	554,332
29	Employer Payroll Taxes	6,257	92,953
30	Real Property Taxes	-	-
31	Other Taxes	-	991
	Other Cash Outflows:		
32	Garnishments	-	2,722
33	Accountant fees	-	310,000
34	Arbitration fee	-	99,405
35	Employee Benefits	-	1,912,761
36	Litigation Expenses	-	11,296
37	401K Withholdings	-	88,657
38	IT Expenses	50,495	599,080
39	Malpractice Insurance	-	686,301
40	Professional Fees	-	2,026,475
41	Retainers Paid	-	222,000
42	Fiduciary Insurance	-	95,300
43	Document Handling and Storage	54,045	265,395
44	Office Services & Expenses	15,925	112,502
45	Total Cash Disbursements:	\$ 337,224	\$ 17,668,548
46	Net Increase (Decrease) in Cash	21,496	(694,104)
47	Cash Balance, Beginning of Period	2,824,457	\$ 3,540,057
48	Cash Balance, End of Period	\$ 2,845,953	\$ 2,845,953

[a] Amounts reported herein are for the calendar month of November, 2011 and may vary from the attached four week variance report exhibit (Schedule I).

Schedule I
Cash Collateral Budget Variance Report - Covenant Testing

(\$000s)	22	23	24	25	26
	11/4/11	11/11/11	11/18/11	11/25/11	12/2/11
I. Receipts					
A. Accounts Receivable	\$ 78	\$ 41	\$ 8	\$ 195	\$ 15
B. Contingency Cases	-	-	-	-	-
C. Asset Sales/Other	-	56	-	6	1
D. Foreign Assets	-	-	-	-	-
E. Reimbursement of Expenses	-	-	-	-	-
Total Receipts:	<u>78</u>	<u>97</u>	<u>8</u>	<u>201</u>	<u>17</u>
II. Operating Disbursements					
A. Compensation & Employee Benefits					
1. Payroll and Taxes	-	-	111	0	103
2. Retention Bonus	-	-	-	-	-
3. Dissolution Committee	-	-	-	-	-
4. Employee Benefits	6	-	-	-	5
Sub Total Comp/Benefits:	<u>6</u>	<u>-</u>	<u>111</u>	<u>-</u>	<u>108</u>
B. IT Preservation & Wind Down	96	5	20	-	56
C. Document Disposition	22	19	37	-	4
D. Other Operating Expenses	65	0	5	-	42
Sub Total Other Operating:	<u>183</u>	<u>24</u>	<u>62</u>	<u>0</u>	<u>102</u>
Total Operating Disbursements:	189	24	173	-	210
III. Restructuring Expenses					
1. Debtors' Professionals	-	-	-	-	-
2. Creditors' Professionals	-	-	-	-	-
3. CitiBank Professionals	-	-	-	-	-
4. Noticing Agent	-	-	-	-	-
5. US Trustee Fees	-	-	-	-	-
Total Restructuring:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
IV. Plan Funding					
1. Self Insurance Claims	-	-	-	-	-
2. Investigation Fund	-	-	-	-	-
3. Defined Contribution Plan	-	-	-	-	-
4. Contract Cure Costs	-	-	-	-	-
Total Plan Funding:	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Cash flow Before Principal Pymts	(111)	73	(165)	201	(194)
V. Payments to CitiBank	-	-	-	-	-

Cash Collateral Reporting
 Post-Petition Disbursements November 1 - November 30

Payment Date	Payee	Amount Paid
11/1/2011	^U.S. DEPT OF JUSTICE U.S. TRUATLANTA GA	12,996.14
11/2/2011	^EARLYBIRD COURIER SERVICES, IFULTON MD	385.80
11/2/2011	^SECURITY MOVING & STORAGE COMWASHINGTON DC	800.00
11/2/2011	^COMCAST SOUTHEASTERN PA	938.39
11/2/2011	^IBM CORPORATION PITTSBURGH PA	8,102.66
11/3/2011	^AT&T ATLANTA GA	33.55
11/3/2011	^VERIZON DALLAS TX	98.57
11/3/2011	^ELIZABETH EGGER WASHINGTON DC	156.75
11/3/2011	^VERIZON TRENTON NJ	164.39
11/3/2011	^VERIZON DALLAS TX	236.21
11/3/2011	^VERIZON BUSINESS PITTSBURGH PA	307.99
11/3/2011	^VERIZON DALLAS TX	327.04
11/3/2011	^VERIZON WIRELESS DALLAS TX	395.47
11/3/2011	^VERIZON WIRELESS DALLAS TX	890.05
11/3/2011	^IBM CORPORATION PITTSBURGH PA	2,910.33
11/4/2011	^COLLETTE I. HARRELL WASHINGTON DC	138.15
11/7/2011	^CRATE 88 - FINE ART HANDLING LOS ANGELES CA	340.00
11/7/2011	^RECALL TOTAL INFORMATION MANACHICAGO IL	1,358.39
11/8/2011	^EARLYBIRD COURIER SERVICES, IFULTON MD	212.10
11/9/2011	^RECALL TOTAL INFORMATION MANACHICAGO IL	4,508.00
11/10/2011	^RECALL TOTAL INFORMATION MANACHICAGO IL	11,487.91
11/11/2011	^AT&T CAROL STREAM IL	164.22
11/11/2011	^AT&T CAROL STREAM IL	164.94
11/11/2011	^AT&T TELECONFERENCE SERVICES OMAHA NE	321.51
11/11/2011	^AT&T MOBILITY CAROL STREAM IL	1,765.72
11/11/2011	^AT&T CAROL STREAM IL	4,070.31
11/11/2011	AT&T GLOBAL NETWORK SERVICE	9,666.73
11/14/2011	RENATA J MUELLER WASHINGTON, DC DC	49.48
11/14/2011	^STEPHEN S. HILL WASHINGTON DC	56.15
11/15/2011	^Verizon Wireless Lehigh Valley PA	177.02
11/15/2011	^EARLYBIRD COURIER SERVICES, IFULTON MD	582.75
11/15/2011	Wire to Dennis Harris	3,392.00
11/16/2011	^KAMIS PROFESSIONAL STAFFING, GAITHERSBURG MD	19,760.00
11/17/2011	^RECALL TOTAL INFORMATION MANACHICAGO IL	36,690.52
11/18/2011	^ELIZABETH EGGER WASHINGTON DC	234.08
11/18/2011	^PARKING MANAGEMENT, INC. WASHINGTON DC	607.86
Payroll:		
11/14/2011	Payroll	111,050.05
11/15/2011	Payroll Fee	434.73
11/15/2011	Payroll Fee	197.56
11/29/2011	Payroll	100,730.44
11/30/2011	Payroll Tax	117.94
11/30/2011	Payroll Fee	202.48
		<u>\$ 337,224.38</u>

Howrey LLP
Cash Collateral Budget Variance Report - Covenant Testing

(\$000s)	5 Weeks Ending 12/2/11		
	Projected	Actual	Variance
I. Cash Receipts	\$ 150	\$ 400	\$ 250
II. Operating Disbursements			
A. Compensation & Benefits	237	225	12
B. Operating Costs	349	371	(22)
C. Direct Litigation Expenses	-	-	-
	-	-	-
III. Total Operating Disbursements	587	597	(10)
IV. Restructuring Expenses			
A. Debtors' Professionals	-	-	-
B. Creditors' Professionals	-	-	-
C. Secured Lender Professionals	-	-	-
D. Noticing Agent / US Trustee Fees	-	-	-
E. Cure/CV/Deposit	-	-	-
F. Retention Bonus	-	-	-
	-	-	-
V. Plan Funding	-	-	-
VI. Net Cash Flow Before Principal Payments	(437)	(197)	240
VII. Paydown of Secured Debt	-	-	-
VIII Net Change in Cash Flow	(437)	(197)	240
IX. Cash Position (Domestic Book)			
A. Beginning Cash Balance	\$ 2,462	\$ 3,012	\$ 550
B. Net Change in Cash Flow	(437)	(197)	240
C. Ending Cash Balance	\$ 2,025	\$ 2,815	\$ 790

ALLEN B DIAMOND CHAPTER
 11 TRUSTEE OF HOWREY LLP
 1201 PENNSYLVANIA AVE NW
 WASHINGTON DC 20004

Statement Period
 Nov. 1 - Nov. 30, 2011
 Relationship Manager
 Burton, Robin
 (202) 220-3627
 Page 1 of 3

CitiBusiness® ACCOUNT AS OF NOVEMBER 30, 2011

Relationship Summary:

Checking	\$2,903,180.08
Savings	\$0.00
Checking Plus	-----

Checking	Balance
CitiBusiness Checking	\$2,903,180.08
Savings	Balance
CitiBusiness IMMA	\$0.00
Total Checking and Savings at Citibank	\$2,903,180.08

SERVICE CHARGE SUMMARY FROM OCTOBER 1, 2011 THRU OCTOBER 31, 2011

Type of Charge	No./Units	Price/Unit	Amount
CITIBUSINESS CHECKING # [REDACTED]			
Average Daily Collected Balance			\$2,578,358.31
DEPOSIT SERVICES			
FDIC INSURANCE	2,578,358		284.67
MONTHLY MAINTENANCE FEE	1	22.0000	22.00
DEPOSIT TICKETS	9	.7500	6.75
ITEMS DEPOSITED	51	.2000	10.20
OFFICIAL CHECK	1	10.0000	10.00
DEPOSITED CHECK RETURNED UNPAID	1	10.0000	10.00
**WAIVE			
CASH MANAGEMENT			
ZBA PARENT	1	35.0000	35.00
AUTOMATED CLEARING HOUSE (ACH)			
ACH-EDI ADDENDA REPORTS	1	80.0000	80.00
CITIBUSINESS ONLINE			
CBOL - OUT. DOMESTIC WIRE TXFR	15	14.0000	210.00
**WAIVE			
TRANSFER SERVICES			
INCOMING WIRE TRANSFER	5	11.0000	55.00
**WAIVE			
DEPOSIT SERVICES			
REMOTE CHECK MAINTENANCE	3	60.0000	180.00
AUTOMATED CLEARING HOUSE (ACH)			
ACH CREDIT RECEIVED	9	.1500	1.35
Total Charges for Services			\$0.00

SERVICE CHARGE SUMMARY FROM OCTOBER 1, 2011 THRU OCTOBER 31, 2011 **Continued**

Type of Charge	No./Units	Price/Unit	Amount
Average collected balances			\$2,578,358.31
Balances eligible for Earnings Credit			\$2,578,358.31
Earnings Credit allowance at 0.35000%			\$629.97 ¹
Charges Subject to Earnings Credit			\$629.97
Net Service Charge			\$0.00

1 - Maximum Earnings Credit cannot exceed monthly fees eligible for offset

CHECKING ACTIVITY

CitiBusiness Checking

		Beginning Balance:	\$3,024,281.13	
		Ending Balance:	\$2,903,180.08	
Date	Description	Debits	Credits	Balance
11/01	FUNDS TRANSFER WIRE FROM WILLIA F. WELD Nov 01		10,000.00	3,034,281.13
11/01	ELECTRONIC CREDIT Future Network Future US US01- 1207 Nov 01		26,000.00	3,060,281.13
11/02	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	195.00		3,060,086.13
11/03	CBUSOL INTERNATIONAL WIRE OUT	9,666.73		3,050,419.40
11/03	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	4,792.54		3,045,626.86
11/04	FUNDS TRANSFER WIRE FROM PHILIP AND LITE- N DIGITAL Nov 04		16,515.62	3,062,142.48
11/04	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	15,656.71		3,046,485.77
11/07	FUNDS TRANSFER WIRE FROM 1/SAMS NG ELECTRO ICS Nov 07		9,223.04	3,055,708.81
11/07	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	129,886.72		2,925,822.09
11/08	DEPOSIT		85,424.08	3,011,246.17
11/08	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	18,173.66		2,993,072.51
11/09	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	665.96		2,992,406.55
11/10	ELECTRONIC CREDIT ROCKWELL AUTOMAT EDI PYMNT 0200008042 Nov 10		2,408.50	2,994,815.05
11/10	SWEEP - CREDIT ZBA XFER FROM CHECKING ACCT [REDACTED]		665.96	2,995,481.01
11/10	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	975.80		2,994,505.21
11/14	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	18,456.45		2,976,048.76
11/14	CBUSOL TRANSFER DEBIT WIRE TO Paychex, Inc.	111,050.05		2,864,998.71
11/15	ELECTRONIC CREDIT SMITH INTERNATIO EDI PAYMTS 26927 Nov 15		7,990.50	2,872,989.21
11/15	ON-LINE FUNDING DEBIT ONLINE FUNDING TRANSFER TO [REDACTED]	434.73		2,872,554.48
11/15	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	197.56		2,872,356.92
11/15	CBUSOL TRANSFER DEBIT WIRE TO Dennis Harris	3,392.00		2,868,964.92
11/17	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	340.00		2,868,624.92
11/18	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	56.15		2,868,568.77
11/21	FUNDS TRANSFER WIRE FROM INNOGE ETICS NV Nov 21		1,210.50	2,869,779.27
11/21	DEPOSIT		4,232.69	2,874,011.96
11/21	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	26,657.80		2,847,354.16
11/22	DEPOSIT		186,578.62	3,033,932.78
11/22	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	582.75		3,033,350.03

CHECKING ACTIVITY **Continued**

Date	Description	Debits	Credits	Balance
11/23	FUNDS TRANSFER WIRE FROM PORZIO RIOS Y AS CIADOS LTDA Nov 23		1,817.00	3,035,167.03
11/23	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	37,589.98		2,997,577.05
11/25	ELECTRONIC CREDIT ANHEUSER-BUSCH C PAYMENTS [REDACTED] Nov 25		6,653.89	3,004,230.94
11/29	OTHER WITHDRAWAL ADJ DOMESTIC WIRE TRANSFER REF.# [REDACTED] 7	100,730.44		2,903,500.50
11/30	SWEEP - DEBIT ZBA XFER TO CHECKING ACCT [REDACTED]	202.48		2,903,298.02
11/30	FUNDING TRANSFER DEBIT TRANSFER TO [REDACTED]	117.94		2,903,180.08
	Total Debits/Credits	479,821.45	358,720.40	

Statement Period Rates
Nov. 1, 2011 0.000%

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01870304
2 00185 01



Business Current Account

Branch details
Moorgate Branch
PO Box 712
94 Moorgate
London
EC2M 6XT

Summary		18 Nov 2011 to 25 Nov 2011
		Sheet 840
Previous balance		102,055.65
Withdrawn		150.00
Paid in		0.00
New balance		101,905.65

LORNA SCOLLAR
HOWREY LLP
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Branch sort code 56-00-23
National Westminster Bank Plc

HOWREY LLP OFFICE ACCOUNT

BIC NWBK GB 2L
IBAN GB50 NWBK 5600 [REDACTED]

BARCLAYS BANK PLC

AGENCE DE BARCLAYS BANK BBF
183 AVENUE DAUMESNIL
75012 PARIS
TEL : 01 55 78 43 34

Paris 0101

VOTRE COMPTE

RELEVÉ DU 01/11/2011 AU 30/11/2011	
EUROS	
SOLDE PRECEDENT	
AU 31/10/2011	145.121,55
TOTAL CREDIT	743,76
TOTAL DEBIT	1.734,92
SOLDE NOUVEAU	
AU 30/11/2011	144.130,39

HOWREY LLP
MME MARINA COUSTE
CABINET REED SMITH
42 AVENUE RAYMOND POINCARÉ
75016 PARIS

IDENTIFICATION INTERNATIONALE	
IBAN	: FR76 3058 8600 [REDACTED]
BIC	: BARCFRPP

DETAIL DES ECRITURES VOTRE COMPTE N° [REDACTED] EN EUROS				
DATE	NATURE DE L'OPERATION	VALEUR	DEBIT	CREDIT
	SOLDE PRECEDENT AU 31/10/2011			145.121,55
04/11	ABONNEMENT BARCLAYSNET	04/11	66,00	
14/11	PRLV SFR NNE332801	14/11	622,92	
14/11	PRELEVEMENT NO 1886 DE M66/21	14/11		
14/11	REF F2BNK	14/11		
15/11	REMISE 7611197 00001 CHEQUE(S)	16/11		232,00
15/11	IC 15/11/11 182812 232,00	16/11		
18/11	PRLV Societe Editrice du NNE134031	18/11	26,00	
18/11	051111PRL000001532298586	18/11		
18/11	REF F7G0C	18/11		
21/11	VIR RECU EDF SA EBRESEPA	21/11		511,76
21/11	REF FANCG	21/11		
21/11	FAC 15045 Date 2011-11-16 Tel tEIPv	21/11		
23/11	CHEQUE NO 4847803	22/11	1.000,00	
23/11	REF 160ARC001103273410023057	22/11		
28/11	PRLV GREFFE DU TRIBUNAL D NNE475279	28/11	20,00	
28/11	RCBD	28/11		
SOLDE A REPORTER EN EUR				144.130,39

Le présent relevé retrace les opérations passées à votre compte sauf erreur ou omission. Sans observation de votre part dans un délai de deux mois, nous considérerons que vous avez approuvé le présent document ainsi que le solde qui en résulte.

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Barclays Bank PLC, Succursale en France - Principal établissement : 32, avenue George V 75008 Paris - R.C.S. Paris B 381 066 281
C.C.P. 52-07 Paris - Siège social à Londres : 1 Churchill Place - London E14 5HP - Register N° 1026167. Barclays Bank PLC est un établissement de crédit, Intermédiaire en assurance (l'immatriculation auprès du FSA peut être contrôlée sur le site internet www.ofias.fr). Prestataire de services d'investissement de droit anglais agréé par the Financial Services Authority (FSA), autorité de tutelle britannique qui a son siège social au 25, The North Colonnade, Canary Wharf - London E14 5HS. (www.fsa.gov.uk) - FSA Register : N° 122702. La Succursale française de Barclays Bank PLC est autorisée par le FSA à recourir à un agent lié, Barclays Patrimoine SCS.

DATE	NATURE DE L'OPERATION	VALEUR	DEBIT	CREDIT
	SOLDE REPORT EN EUR			144.130,39
28/11	REF FB8TA	28/11		
	NOUVEAU SOLDE EN EUR AU 30/11/2011			144.130,39



Munich

Deutsche Bank Privat- und Geschäftskunden AG



V.220/649

Firma
Howrey LLP
1299 Pennsylvania Avenue
Washington DC 20004-2402
USA

C&R Direkt
Kreditbetreuung
Lindenallee 29
45127 Essen

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Telefon (01803) 240060
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10. November 2011

Kontoauszug vom 18.10.2011 bis 10.11.2011
Kontoinhaber: Howrey LLP

Auszug	Seite	Filialnummer	Kontonummer	Bankleitzahl	Alter Saldo per 17.10.2011
94	1/2	220	[REDACTED]	700 700 24	EUR + 69.795,81

Buchung	Wert	Vorgang	Soll	Haben
10.11.	10.11.	AUSL.ZAHL. 02MT111110142200YOUR REF; FX2637045 COOPER US, INC.600 TRAVIS ST. SUITE 5600 BTR: EUR 137,55 KURS: 1, EUR 137,55 OCMT/EUR 137,55 /W9003558		+ 137,55

BIC (SWIFT)
DEUT DE DBMUC

IBAN



Neuer Saldo

EUR

+ 69.933,36

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Informationen/Formulare zur Meldepflicht erhalten Sie von der Deutschen Bundesbank unter Hotline 0800/1234111.

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Remit

Deutsche Bank Privat- und Geschäftskunden AG



V 220/649

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1299 Pennsylvania Avenue
Washington DC 20004-2402
USA

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Telefon (01803) 240060
24h-Kundenservice (0 18 18) 10 00
9,9 Cent/Minute aus dem deutschen Festnetz;
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16. November 2011

Kontoauszug vom 29.10.2011 bis 16.11.2011
Kontoinhaber: Howrey LLP

Auszug	Seite	Filialnummer	Kontonummer	Bankleitzahl	Alter Saldo per 28.10.2011
99	1/1	220	[REDACTED]	700 700 24	EUR + 88.342,84

Buchung	Wert	Vorgang	Soll	Haben
16.11.	16.11.	DB-TRANSF. 220 649086602		+ 30,00

BIC (SWIFT)
DEUT DE DBMUC

IBAN



Neuer Saldo
EUR + 88.372,84

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HOWREY LLP
 1299 PENNSYLVANIA AVENUE NW
 WASHINGTON, DC 20004-2402
 VER. STATEN

Amst.



Account (in EUR) BANK ACCOUNT		BIC ABNANL2A				
Account number [REDACTED]		IBAN NL19ABNAO [REDACTED]	Date 14-11-2011	No of pages 1	Page 001	Stmnt no 1
Previous balance 0,00 +/-CREDIT		New balance 166.446,08 +/-CREDIT	Total amount debit 0,00	Total amount credit 166.446,08		
Bookdate (Value date)	Description	Amount debit	Amount credit			
12-11 (12-11)	THE ADMINISTRATION OF YOUR ACCOUNT, ALONG WITH ITS CURRENT BALANCE, HAS BEEN TRANSFERRED WITHIN ABN AMRO BANK. THE SEQUENCE NUMBER OF YOUR PAPER BANK STATEMENTS STARTS AT 1 AGAIN.		166.446,08			

