

UNITED STATES DEPARTMENT OF JUSTICE
 OFFICE OF THE UNITED STATES TRUSTEE
 CENTRAL DISTRICT OF CALIFORNIA

In Re:
 Namco Capital Group, Inc.
 12121 Wilshire Blvd. Suite 200
 Los Angeles, CA 90025
 Debtor(s).

CHAPTER 11 (BUSINESS)
 Case Number: 2:08-32333-BR
 Operating Report Number: 26
 For the Month Ending: 2/28/2011

I. CASH RECEIPTS AND DISBURSEMENTS
 A. (GENERAL ACCOUNT*)

1. TOTAL RECEIPTS PER ALL PRIOR GENERAL ACCOUNT REPORTS	28,586,334.83
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR GENERAL ACCOUNT REPORTS	25,207,942.06
3. BEGINNING BALANCE:	3,378,392.77
4. RECEIPTS DURING CURRENT PERIOD:	
Accounts Receivable - Post-filing	0.00
Accounts Receivable - Pre-filing	0.00
General Sales	0.00
Other (Specify)	0.00
Other (Specify)	0.00
Other (Specify) <u>Rent</u>	21,961.44
Other (Specify) <u>Sam Shakib Settlement (GH Capital)</u>	200,000.00
TOTAL RECEIPTS THIS PERIOD:	221,961.44
5. BALANCE:	3,600,354.21
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD	
Transfers to Other DIP Accounts (from page 2)	31,402.58
Disbursements (from page 2)	316,259.04
TOTAL DISBURSEMENTS THIS PERIOD:***	347,661.62
7. * ENDING BALANCE:	3,252,692.59
8. General Account Number(s):	<u>2130844831 - Union Bank of California</u> <u>2130844866 - Union Bank of California</u> <u>2131371565 - Union Bank of California</u> <u>2131371607 - Union Bank of California</u> <u>2131371672 - Union Bank of California</u> <u>2131371904 - Union Bank of California</u>
Depository Name & Location:	<u>Union Bank of California</u> <u>PO Box 513840</u> <u>Los Angeles, CA 513840</u>

TOTAL DISBURSEMENTS FROM GENERAL ACCOUNTS FOR CURRENT PERIOD

Date mm/dd/yyyy	Check Number	Payee or DIP account	Purpose	*Amount Transferred	**Amount Disbursed	Amount	
2/1/2011	Check #1887	Fredman Knupfer Lieberman, LLP Fbo Soleiman Naim And	Settlement Payment (1929 Pico)		10,609.39		
2/4/2011	Check #1888	Maryam Pirian	Settlement Payment (1929 Pico)		150,000.00		
2/4/2011	Check #1889	Quill	Admin. Expense		227.76		
2/4/2011	Check #1890	Alfredo H. Quijada	Janitorial Service		300.00		
2/4/2011	Check #1891	Ampco	Parking		1,700.00		
2/4/2011	Check #1892	Candi Giles	Postage and Delivery		63.60		
2/10/2011	Check #1893	Copier Rental Inc.	Office Equip. Rental		500.45		
2/10/2011	Check #1894	Paychex, Inc.	Admin. Expense		246.02		
2/10/2011	Check #1895	C3 Enterprises Inc.	Office Equip. Rental		344.07		
2/10/2011	Check #1896	Sullivan Co., LLC.	Insurance - BBD Manager		11,178.00		
2/10/2011	Check #1897	National Registered Agents, Inc.	Agent Fees		190.00		
2/10/2011	Check #1898	Alan Dettelbach	Consulting		4,560.00		
2/10/2011	Check #1899	Jason Horn	Consulting		1,575.00		
2/10/2011	Outgoing Wire Transfer	Louis A. Cicalese	Consulting		9,615.39		
2/10/2011	Outgoing Wire Transfer	Louis A. Cicalese	Consulting		9,615.39		
2/15/2011	Transfer Out	Transfer to Acct#2130844866	Transfer to Payroll Acct.	20,000.00			
2/17/2011	Check #1900	Jason Horn	Consulting		1,698.75		
2/17/2011	Check #1901	Alan Dettelbach	Consulting		4,570.00		
2/17/2011	Check #1902	Arrowhead Direct	Admin. Expense		40.60		
2/17/2011	Check #1903	Alfredo H. Quijada Janitorial Service	Janitorial Service		300.00		
2/17/2011	Check #1904	First American Title Insurance Company	Title Reports - Maya 7, LLC.		250.00		
2/17/2011	Check #1905	Omni Management Group, LLC	Computer and Data Consulting		802.34		
2/17/2011	Check #1906	David Gould, A Professional Corporation	Professional Fees - BBD Manager		225.00		
2/17/2011	Check #1907	Axxiis, LLC	Computer Support		75.00		
2/22/2011	Check #1909	Alan Dettelbach	Consulting		4,520.00		
2/22/2011	Check #1910	Asset Foreclosure Services, Inc.	Foreclosure Svcs.		11,848.10		
2/22/2011	Check #1908	Jason Horn	Consulting		2,002.50		
2/22/2011	Transfer Out	Transfer to Acct#2131371607	Transfer to Payroll Acct.				
2/23/2011	Check #1911	Health Net	Employee Benefits - Insurance		962.29		
2/23/2011	Check #1912	Verizon Communications	Telephone		577.81		
2/24/2011	Check #1913	Maryam Pirian	Settlement Payment (1929 Pico)		10,000.00		
2/24/2011	Check #1914	Fredman Knupfer Lieberman, LLP Fbo Soleiman Naim And	Settlement Payment (1929 Pico)		11,352.05		
2/24/2011	Check #1915	Judicate West	Litigation Costs - Varastehpour/TTL Mediation		4,275.00		
2/24/2011	Transfer Out	Transfer to Acct#2130844866	Transfer to Payroll Acct.	0.01			
2/24/2011	Transfer Out	Transfer to Acct#2130844866	Transfer to Payroll Acct.	11,402.57			
2/28/2011	Check #1916	Sullivan Company LLC	Insurance - BBD Manager		28,815.00		
2/28/2011	Check #1917	DE 12121 Wilshire LP	Rent		7,670.00		
2/28/2011	Check #1918	Ampco System Parking - 22442946	Parking		1,530.00		
2/28/2011	Check #1919	Jason Horn	Consulting		1,338.75		
2/28/2011	Check #1920	Alan Dettlebach	Consulting		3,450.00		
2/28/2011	Outgoing Wire Transfer	Louis Cicalese	Consulting		9,615.39		
2/28/2011	Outgoing Wire Transfer	Louis Cicalese	Consulting		9,615.39		
Account #2130844831				TOTAL DISBURSEMENTS THIS PERIOD:	31,402.58	316,259.04	347,661.62

GENERAL ACCOUNT
BANK RECONCILIATION

Bank statement Date: 2/28/2011 Balance on Statement: \$77,883.18

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
<u>2/28/2011</u>	<u>\$50,000.00</u>

TOTAL DEPOSITS IN TRANSIT 50,000.00

Less Outstanding Checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
<u>1118</u>	<u>9/1/2009</u>	<u>38.82</u>
<u>1890</u>	<u>2/4/2011</u>	<u>300.00</u>
<u>1892</u>	<u>2/4/2011</u>	<u>63.60</u>
<u>1897</u>	<u>2/10/2011</u>	<u>190.00</u>
<u>1903</u>	<u>2/17/2011</u>	<u>300.00</u>
<u>1906</u>	<u>2/17/2011</u>	<u>225.00</u>
<u>1910</u>	<u>2/22/2011</u>	<u>11,848.10</u>
<u>1912</u>	<u>2/23/2011</u>	<u>577.81</u>
<u>1913</u>	<u>2/24/2011</u>	<u>10,000.00</u>
<u>1914</u>	<u>2/24/2011</u>	<u>11,352.05</u>
<u>1915</u>	<u>2/24/2011</u>	<u>4,275.00</u>
<u>1916</u>	<u>2/28/2011</u>	<u>28,815.00</u>
<u>1917</u>	<u>2/28/2011</u>	<u>7,670.00</u>
<u>1918</u>	<u>2/28/2011</u>	<u>1,530.00</u>
<u>1919</u>	<u>2/28/2011</u>	<u>1,338.75</u>
<u>1920</u>	<u>2/28/2011</u>	<u>3,450.00</u>

TOTAL OUTSTANDING CHECKS: 81,974.13

Bank statement Adjustments:

Explanation of Adjustments-

ADJUSTED BANK BALANCE: \$45,909.05

MONEY MARKET ACCOUNT
BANK RECONCILIATION

Bank statement Date: 2/8/2011 Balance on Statement: \$1,185,000.00

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

TOTAL DEPOSITS IN TRANSIT

Less Outstanding Checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
Transfer to General	<u>2/28/2011</u>	50,000.00
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

TOTAL OUTSTANDING CHECKS: 50,000.00

Bank statement Adjustments:

Explanation of Adjustments-

ADJUSTED BANK BALANCE: \$1,135,000.00

I. CASH RECEIPTS AND DISBURSEMENTS
B. (PAYROLL ACCOUNT)

1. TOTAL RECEIPTS PER ALL PRIOR PAYROLL ACCOUNT REPORTS	<u>839,228.97</u>	
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR PAYROLL ACCOUNT REPORTS	<u>839,228.92</u>	
3. BEGINNING BALANCE:	<table border="1"><tr><td>0.05</td></tr></table>	0.05
0.05		
4. RECEIPTS DURING CURRENT PERIOD:	<u>31,402.58</u>	
5. BALANCE:	<table border="1"><tr><td>31,402.63</td></tr></table>	31,402.63
31,402.63		
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD TOTAL DISBURSEMENTS THIS PERIOD:***	<table border="1"><tr><td>31,402.63</td></tr></table>	31,402.63
31,402.63		
7. * ENDING BALANCE:	<table border="1"><tr><td>(0.00)</td></tr></table>	(0.00)
(0.00)		

8. PAYROLL Account Number(s): 2130844866

Depository Name & Location: Union Bank of California
PO Box 513840
Los Angeles, CA 513840

PAYROLL ACCOUNT
BANK RECONCILIATION

Bank statement Date: 2/28/2011 Balance on Statement: \$1,504.03

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
N/A	

TOTAL DEPOSITS IN TRANSIT

0.00

Less Outstanding Checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
10164	1/31/2011	1,503.98
Transer	2/28/2011	0.05

TOTAL OUTSTANDING CHECKS:

1,504.03

Bank statement Adjustments:

Explanation of Adjustments-

* ADJUSTED BANK BALANCE:

\$0.00

* It is acceptable to replace this form with a similar form

** Please attach a detailed explanation of any bank statement adjustment

I. CASH RECEIPTS AND DISBURSEMENTS
C. (TAX ACCOUNT)

1. TOTAL RECEIPTS PER ALL PRIOR TAX ACCOUNT REPORTS	<u>0.00</u>
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR TAX ACCOUNT REPORTS	<u>0.00</u>
3. BEGINNING BALANCE:	<input type="text" value="0.00"/>
4. RECEIPTS DURING CURRENT PERIOD:	<u>0.00</u>
Interest Payment at .14%	
(Transferred from Money Market Account)	
5. BALANCE:	<input type="text" value="0.00"/>
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD	
TOTAL DISBURSEMENTS THIS PERIOD:***	<input type="text" value="0.00"/>
7. ENDING BALANCE:	<input type="text" value="0.00"/>

8. TAX Account Number(s): _____

Depository Name & Location: _____

I. CASH RECEIPTS AND DISBURSEMENTS
1929 PICO RENT

1. TOTAL RECEIPTS PER ALL PRIOR 1929 PICO RENT REPORTS	<u>486,770.41</u>	
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR 1929 PICO RENT REPORTS	<u>274,265.73</u>	
3. BEGINNING BALANCE:	<table border="1"><tr><td style="text-align: right;">212,504.68</td></tr></table>	212,504.68
212,504.68		
4. RECEIPTS DURING CURRENT PERIOD:	<u>21,961.44</u>	
5. BALANCE:	<table border="1"><tr><td style="text-align: right;">234,466.12</td></tr></table>	234,466.12
234,466.12		
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD TOTAL DISBURSEMENTS THIS PERIOD:***	<table border="1"><tr><td style="text-align: right;">181,961.44</td></tr></table>	181,961.44
181,961.44		
7. ENDING BALANCE:	<table border="1"><tr><td style="text-align: right;">52,504.68</td></tr></table>	52,504.68
52,504.68		
8. 1929 Pico Rent Account Number(s):	<u>2131371565</u>	
Depository Name & Location:	<u>Union Bank of California</u>	
	<u>PO Box 513840</u>	
	<u>Los Angeles, AC 513840</u>	

I. CASH RECEIPTS AND DISBURSEMENTS
COMMERCE ESCROW FUNDS

1. TOTAL RECEIPTS PER ALL PRIOR COMMERCE ESCROW REPORTS	<u>95,437.70</u>
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR COMMERCE ESCROW REPORTS	<u>0.00</u>
3. BEGINNING BALANCE:	<u>95,437.70</u>
4. RECEIPTS DURING CURRENT PERIOD:	<u> </u> <u> </u>
5. BALANCE:	<u>95,437.70</u>
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD TOTAL DISBURSEMENTS THIS PERIOD:***	<u>0.00</u>
7. ENDING BALANCE:	<u>95,437.70</u>
8. Commerce Escrow Funds Account Number(s):	<u>2131371672</u>
Depository Name & Location:	<u>Union Bank of California</u> <u>PO Box 513840</u> <u>Los Angeles, AC 513840</u>

COMMERCE ESCROW FUNDS
BANK RECONCILIATION

Bank statement Date: 2/28/2011 Balance on Statement: \$95,437.70

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
N/A	

TOTAL DEPOSITS IN TRANSIT 0.00

Less Outstanding Checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
N/A		

TOTAL OUTSTANDING CHECKS: 0.00

Bank statement Adjustments:

Explanation of Adjustments-

ADJUSTED BANK BALANCE: \$95,437.70

* It is acceptable to replace this form with a similar form

** Please attach a detailed explanation of any bank statement adjustment

I. CASH RECEIPTS AND DISBURSEMENTS
NAMWEST TOWN LAKES FUNDS

1. TOTAL RECEIPTS PER ALL PRIOR NAMWEST TOWN LAKES REPORTS	<u>1,998,817.44</u>	
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR NAMWEST TOWN LAKES REPORTS	<u>75,000.00</u>	
3. BEGINNING BALANCE:	<table border="1"><tr><td style="text-align: right;">1,923,817.44</td></tr></table>	1,923,817.44
1,923,817.44		
4. RECEIPTS DURING CURRENT PERIOD:	<u>23.72</u>	
5. BALANCE:	<table border="1"><tr><td style="text-align: right;">1,923,841.16</td></tr></table>	1,923,841.16
1,923,841.16		
6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD TOTAL DISBURSEMENTS THIS PERIOD:***	<table border="1"><tr><td style="text-align: right;">0.00</td></tr></table>	0.00
0.00		
7. ENDING BALANCE:	<table border="1"><tr><td style="text-align: right;">1,923,841.16</td></tr></table>	1,923,841.16
1,923,841.16		
8. Goshen Note Funds Account Number(s):	<u>2131371904</u>	
Depository Name & Location:	<u>Union Bank of California</u>	
	<u>PO Box 513840</u>	
	<u>Los Angeles, AC 513840</u>	

NAMWEST TOWN LAKES FUNDS
BANK RECONCILIATION

Bank statement Date: 2/28/2011 Balance on Statement: \$1,923,841.16

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
N/A	

TOTAL DEPOSITS IN TRANSIT 0.00

Less Outstanding Checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
N/A		

TOTAL OUTSTANDING CHECKS: 0.00

Bank statement Adjustments:

Explanation of Adjustments-

ADJUSTED BANK BALANCE: \$1,923,841.16

* It is acceptable to replace this form with a similar form
 ** Please attach a detailed explanation of any bank statement adjustment

IX. PROFIT AND LOSS STATEMENT
(ACCRUAL BASIS ONLY)

	Current Month	Cumulative Post-Petition
Sales/Revenue:		
Gross Sales/Revenue	0.00	0.00
Less: Returns/Discounts	0.00	0.00
Net Sales/Revenue	0.00	0.00
Cost of Goods Sold:		
Beginning Inventory at cost	0.00	0.00
Purchases	0.00	0.00
Less: Ending Inventory at cost	0.00	0.00
Cost of Goods Sold (COGS)	0.00	0.00
Gross Profit	0.00	0.00
Other Operating Income - Rent from Loomis	21,961.44	726,788.46
Other Operating Income - Paychex Reimbursement	0.00	3,356.51
Operating Expenses:		
Payroll	28,791.66	851,381.37
Payroll - Other Employees	0.00	69,581.10
Payroll Taxes	2,610.92	210,198.00
Other Taxes	0.00	173,348.46
Depreciation and Amortization	0.00	0.00
Rent Expense - Real Property	7,670.00	176,410.00
Lease Expense - Personal Property	0.00	0.00
Insurance - Health Net	962.29	49,091.79
Insurance	28,815.00	259,112.00
Telephone and Utilities	577.81	14,270.57
Repairs and Maintenance	0.00	0.00
Travel and Entertainment (Itemize)	0.00	0.00
Consulting	62,176.56	1,323,271.38
Miscellaneous Operating Expenses (Itemize)	0.00	498.17
Bank Charges	0.00	202.62
Supplies	0.00	905.76
Payroll Services	0.00	2,323.04
Security Guard	0.00	26,686.50
Property Manager	0.00	2,358.34
Computer Support	877.34	195,200.90
Equipment Rental	844.52	17,174.36
Insurance	11,178.00	72,270.36
Administrative Expense	514.38	15,257.59
US Trustee Fees	0.00	66,630.72
Total Operating Expenses	145,018.48	3,526,173.03
Net Gain/(Loss) from Operations	(123,057.04)	(2,796,028.06)
Non-Operating Income:		
Interest Income	0.00	9,110.84
Net Gain on Sale of Assets (Itemize)	0.00	0.00
Other - Closing of Security Pacific Bank Acct 1000406767	0.00	164.49
Proceeds from Sale of EZHS, LLC Assets	0.00	2,254,271.96
Refund of Property Tax	0.00	53,302.80
Closing of Bank Accounts	0.00	94,749.01
Refunds	0.00	172,402.46
Loan Payoff	0.00	310,287.18
Property Sales	0.00	3,018,378.12
Sale of Valley Village	0.00	2,051,500.00
Collection of A/R Goshen Note	0.00	1,300,000.00
Collection of A/R Lapico Note (Khalili)	0.00	30,000.00
Reimbursed Expenses	0.00	30,121.47
Collection of A/R - Parox	0.00	7,591,723.05
Sale of GH Capital	0.00	500,000.00
Collection of Sam Shakib Settlement (GH Capital)	200,000.00	200,000.00
Transamerica Life Insurance Company Death Benefits	0.00	977,782.38
Total Non-Operating income	200,000.00	18,593,793.76
Non-Operating Expenses:		
Interest Expense	0.00	10.43
Legal and Professional - Peitzman, Weg & Kempinksky, LLP	10,000.00	1,078,967.55
Legal and Professional - Neufeld Law Group	1,795.20	718,813.61
Legal and Professional - Baker & McKenzie	0.00	244,804.25
Legal and Professional - Creim, Macias, Koenig & Frey LLP	60,000.00	1,398,553.20
Legal and Professional - Nicholas Klein	0.00	42,510.50
Legal and Professional - Quarles & Brady, LLP	0.00	3,065.82

Legal and Professional - Jonas Vargas	0.00	15,983.96
Legal and Professional - Sidhu Law Firm	0.00	10,000.00
Legal and Professional - Winthrop Couchot	0.00	150,000.00
Legal and Professional - Bliss & Glennon	0.00	1,142.90
Legal and Professional - David Meadows	0.00	3,031.00
Legal and Professional - David Gould	0.00	23,062.50
Legal and Professional - Jeffer Mangels, Butler & Marmaro, LLP	72,399.81	3,173,720.00
Legal and Professional - Pachulski, Stang, Ziehl & Jones, LLP	75,000.00	1,383,784.88
Legal and Professional - Ezra Brutkus Gubner, LLP	175,000.00	916,945.92
Legal and Professional - LECG, LLC	150,000.00	2,794,707.07
Legal and Professional - Montgomery, McCracken, Walker & Rhoad, LLP	0.00	15,733.34
Legal and Professional Fees - Stanley H. Shure	0.00	10,387.50
Legal and Professional Fees - Arent Fox	0.00	25,000.00
Legal and Professional Fees - Stinson Morrison Hecker LLP	5,000.00	45,632.53
Legal and Professional Fees - Bilzin, Sumberg, Baena, Price and Axelro	0.00	50,000.00
Legal and Professional Fees - LNR	0.00	101,500.00
Legal and Professional Fees - Jones Day	5,000.00	49,928.55
Legal and Professional Fees -Peregrine Realty Partners	0.00	20,019.64
Legal and Professional Fees -Howard Grobstein	0.00	247,173.73
Legal and Professional Fees -The Lobel Firm	25,000.00	612,810.00
Legal and Professional Fees -FTI	60,000.00	976,301.68
Legal and Professional Expenses	0.00	15,000.00
David Hahn	0.00	152,750.00
Legal and Professional Fees	225.00	10,164.57
Other - Development Specialists, Inc.- Trustee	68,952.65	2,589,219.65
Other - Development Specialists, Inc. - Financial Advisor	46,476.30	1,106,625.45
Other - Litigation Costs	4,275.00	27,603.04
Other - Janitorial Services	600.00	13,550.00
Other- Crowe Horwath LLP	0.00	934,303.95
Other - Woodman Partners LLC	0.00	75,000.00
Other: Samuel Follis	0.00	82,016.00
Other - Corporate Service Company	0.00	1,008.75
Other - Machonachy Investigative Group, Inc.	0.00	10,000.00
Other - Appraisals	0.00	124,300.00
Other - Meetings	0.00	6,365.05
Other - Lock Smith	0.00	2,203.20
Other - Tech Support	0.00	9,322.59
Other - Document Retention & Scanning	0.00	126,027.16
Other - Filing Fees	0.00	4,550.00
Other - Lunch	0.00	76.36
Other - Overage Premium Payments	0.00	8,854.14
Other - Storage	0.00	5,200.63
Other - Messenger Service	0.00	266.98
Other - Furniture	0.00	1,385.29
Other - Interpreting Service	0.00	1,227.00
Other - Loan for Legal Retainer	0.00	10,000.00
Other - Parking	3,230.00	38,545.00
Other - Penalties and Interest	0.00	2,843.27
Other - Title Reports	250.00	34,761.46
Other - Title Insurance	0.00	4,724.00
Other - Registered Agent Fees	190.00	2,874.17
Other - Reimb. Expenses	0.00	8,758.61
Otjer - Advertisement	0.00	6,137.58
Other - Moving Expenses	0.00	2,574.81
Other - Real Property Expense	0.00	72,350.00
Other - Secured Claim Distribution	0.00	1,000,000.00
Other - Moosai	0.00	30,000.00
Other - Foreclosure Services	11,848.10	45,763.10
Other - Postage and Delivery	63.60	2,044.25
Other - Settlement Payments	181,961.44	224,399.00
Otjer - Environmental Consultant	0.00	2,000.00
Other - Committee Expenses	0.00	26,542.32
Total Non-Operating Expenses	957,267.10	20,934,927.94
NET INCOME/(LOSS)	(880,324.14)	(5,137,162.24)

(Attach exhibit listing all itemizations required above)

NOTE: Amounts obtained from Namco Capital Group, Inc. Quickbooks. Neither DSI or Crowe have yet verified source documentation to verify the accuracy of these amounts. No audit has been performed and no opinion is express or implied.

Note: The current month numbers for professional fees come from a combination of invoices and estimates.

X. BALANCE SHEET
(ACCRUAL BASIS ONLY)

ASSETS	Current Month End	
Current Assets:		
Unrestricted Cash	1,180,909.05	
Restricted Cash	2,071,783.54	
Accounts Receivable	658,578,193.79	
Inventory	0.00	
Notes Receivable	0.00	
Prepaid Expenses	0.00	
Other (Itemize)		
Total Current Assets		661,830,886.38
Property, Plant, and Equipment	15,339,382.00	
Accumulated Depreciation/Depletion	0.00	
Net Property, Plant, and Equipment		15,339,382.00
Other Assets (Net of Amortization):		
Due from Insiders	0.00	
Fixed Assets	11,858,387.35	
Other (Itemize)	6,355,454.10	
Total Other Assets		18,213,841.45
TOTAL ASSETS		695,384,109.83
LIABILITIES		
Post-petition Liabilities:		
Accounts Payable	0.00	
Professional Fees and Expenses (Court Approved)	10,389,481.94	
Accrued Professional Fees and Expenses	1,894,347.23	12,283,829.17
Taxes Payable	0.00	
Notes Payable	0.00	
Total Post-petition Liabilities		12,283,829.17
Pre-petition Liabilities:		
Secured Liabilities	20,311,150.00	
Priority Liabilities	607,118.00	
Unsecured Liabilities	524,528,645.40	
Other (Itemize)		
Professional fees - Neufeld Law Group	16,727.98	
Total Pre-petition Liabilities		545,463,641.38
TOTAL LIABILITIES		557,747,470.55
EQUITY:		
Pre-petition Owners' Equity	3,842,457.51	
Post-petition Profit/(Loss)	(5,137,162.24)	
Direct Charges to Equity - Post Petition Adjustment	138,931,344.00	
TOTAL EQUITY		137,636,639.28
TOTAL LIABILITIES & EQUITY		695,384,109.83

NOTE: Amounts obtained from Namco Capital Group, Inc. Quickbooks. Crowe has not yet verified source documentation to verify the accuracy of these amounts. No audit has been performed and no opinion is express or implied.

XI. QUESTIONNAIRE

1. Has the debtor-in-possession made any payments on its pre-petition unsecured debt, except as have been authorized by the court? If "Yes", explain below: No Yes
X _____

2. Has the debtor-in-possession during this reporting period provided compensation or remuneration to any officers, directors, principals, or other insiders without appropriate authorization? If "Yes", explain below: No Yes
X _____

3. State what progress was made during the reporting period toward filing a plan of reorganization

During this reporting period, the Trustee continued to be engaged in negotiations with the committees for both estates and anticipates reaching an agreement with respect to a plan.

4. Describe potential future developments which may have a significant impact on the case:

The ultimate recovery to the estate will be dependant on the market value of the various real estate interests held by the estate. As discussed above, the Trustee has filed more than 200 complaints with respect to preferences, receivable collections and to recover fraudulent transfers. The results of these complaints will have a significant impact on the return to creditors.

5. Attach copies of all Orders granting relief from the automatic stay that were entered during the reporting period.

6. Did you receive any exempt income this month, which is not set forth in the operating report? If "Yes", please set forth the amounts and sources of the income below. No Yes
X _____

I, Bradley D. Sharp, Trustee,
declare under penalty of perjury that I have fully read and understood the foregoing debtor-in-possession operating report and that the information contained herein is true and complete to the best of my knowledge.

3-21-11
Date



STATEMENT OF ACCOUNTS

UNION BANK TRUSTEE SERVICES 0213 POST OFFICE BOX 513840 LOS ANGELES CA 90051-3840

Page 1 of 19 BANKRUPTCY ESTATE OF NAMCO CAP Statement Number: 2130844831 2/1/11 - 2/28/11

Customer Inquiries 800-669-8661

CY30 33 M 0000 BANKRUPTCY ESTATE OF NAMCO CAPITAL GROUP INC, DEBTOR BRADLEY D SHARP, TRUSTEE CASE #2:08-32333 333 S GRAND AVE STE 4070 LOS ANGELES CA 90071

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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2130844831

Days in statement period: 28

Table with 3 columns: Description, Amount, and Balance. Rows include Beginning balance on 2/1 (\$55,757.67), Total Credits (1,315,682.35), Total Debits (-1,293,556.84), and Ending Balance on 2/28 (\$77,883.18).

CREDITS

Other credits and adjustments

Table with 5 columns: Date, Description, Reference, Amount, and Total amount. Lists telephone transfers and other credits totaling 1,315,682.35.

DEBITS

Checks paid

Table with 10 columns: Number, Date, Amount, Number, Date, Amount, Number, Date, Amount. Lists various checks paid totaling 7,660.00.

Checks paid *continued*

Number	Date	Amount	Number	Date	Amount	Number	Date	Amount
1893*	2/17	\$ 500.45	1900	2/28	\$ 1,698.75	1908	2/28	\$ 2,002.50
1894	2/22	246.02	1901	2/22	4,570.00	1909	2/24	4,520.00
1895	2/22	344.07	1902	2/25	40.60	1911*	2/25	962.29
1896	2/23	11,178.00	1904*	2/22	250.00			
1898*	2/16	4,560.00	1905	2/23	802.34			
1899	2/28	1,575.00	1907*	2/28	75.00			
33 Checks paid						Total amount	\$ 223,692.70	

* Checks missing in sequence. Out of sequence check numbers may also be located in the Electronic debits section of your statement.

Electronic debits

Date	Description	Reference	Amount
2/4	WIRE TRANS TRN 0204010242 020411	93050848	\$ 9,615.39
2/11	WIRE TRANS TRN 0211010522 021111	93050953	9,615.39
2/18	WIRE TRANS TRN 0218011454 021811	93052513	9,615.39
2/25	WIRE TRANS TRN 0225012430 022511	93051918	9,615.39
4 Electronic debits			Total amount \$ 38,461.56

Other debits, fees and adjustments

Date	Description	Reference	Amount
2/15	TELEPHONE TRANSFER	99351186	\$ 20,000.00
2/23	TELEPHONE TRANSFER	99351002	1,000,000.00
2/24	TELEPHONE TRANSFER	99351325	11,402.57
2/25	TELEPHONE TRANSFER	99350880	0.01
4 Other debits, fees and adjustments			Total amount \$ 1,031,402.58

DAILY LEDGER BALANCE

Date	Ledger Balance	Date	Ledger Balance	Date	Ledger Balance
2/1	\$ 55,607.67	2/11-2/13	\$ 62,937.61	2/22	\$ 1,085,403.58
2/2	57,584.77	2/14	60,572.35	2/23	73,423.24
2/3	52,124.40	2/15	38,872.35	2/24	93,852.72
2/4-2/6	174,823.00	2/16	32,208.60	2/25-2/27	83,234.43
2/7-2/9	172,553.00	2/17	31,708.15	2/28	77,883.18
2/10	222,553.00	2/18-2/21	22,092.76		



STATEMENT OF ACCOUNTS

UNION BANK
TRUSTEE SERVICES 0213
POST OFFICE BOX 513840
LOS ANGELES CA 90051-3840

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BANKRUPTCY ESTATE OF NAMCO CAP
Statement Number: 2130844866
2/1/11 - 2/28/11

Customer Inquiries
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**BANKRUPTCY ESTATE OF NAMCO CAPITAL
GROUP INC, DEBTOR - PAYROLL ACCOUNT
BRADLEY D SHARP, TRUSTEE
CASE #2:08-32333
333 S GRAND AVE STE 4070
LOS ANGELES CA 90071**

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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2130844866

Days in statement period: 28

Beginning balance on 2/1	\$		15,689.09
Total Credits			31,402.58
Other credits and adjustments (3)		31,402.58	
Total Debits			-45,587.64
Checks paid (8)		-28,166.28	
Electronic debits (3)		-17,421.36	
Ending Balance on 2/28	\$		1,504.03

C R E D I T S

Other credits and adjustments

Date	Description	Reference	Amount
2/15	TELEPHONE TRANSFER	99351187 \$	20,000.00
2/24	TELEPHONE TRANSFER	99351326	11,402.57
2/25	TELEPHONE TRANSFER	99350881	0.01
	3 Other credits and adjustments	Total amount \$	31,402.58

D E B I T S

Checks paid

Number	Date	Amount	Number	Date	Amount	Number	Date	Amount
1057	2/1	\$ 6,875.76	10159	2/14	\$ 1,510.35	10162	2/28	\$ 1,510.35
10156*	2/1	1,510.35	10160	2/14	6,875.75	10163	2/28	6,875.76
10158*	2/2	1,503.98	10161	2/17	1,503.98			
			8 Checks paid			Total amount		\$ 28,166.28

* Checks missing in sequence. Out of sequence check numbers may also be located in the Electronic debits section of your statement.

Electronic debits

Date	Description	Reference	Amount
2/1	PAYCHEX TPS TAXES CCD 38747800002046X	57300906 \$	5,798.95
2/15	PAYCHEX TPS TAXES CCD 38912300007865X	53736309	5,892.88
2/28	PAYCHEX TPS TAXES CCD 39088000001845X	50532964	5,729.53
	3 Electronic debits	Total amount \$	17,421.36

DAILY LEDGER BALANCE

<i>Date</i>		<i>Ledger Balance</i>	<i>Date</i>		<i>Ledger Balance</i>	<i>Date</i>		<i>Ledger Balance</i>
2/1	\$	1,504.03	2/15-2/16	\$	5,721.07	2/25-2/27	\$	15,619.67
2/2-2/13		0.05	2/17-2/23		4,217.09	2/28		1,504.03
2/14		-8,386.05	2/24		15,619.66			



**STATEMENT
OF ACCOUNTS**

UNION BANK
TRUSTEE SERVICES 0213
POST OFFICE BOX 513840
LOS ANGELES CA 90051-3840

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BANKRUPTCY ESTATE OF NAMCO CAP
Statement Number: 2131371672
2/1/11 - 2/28/11

Customer Inquiries
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**BANKRUPTCY ESTATE OF NAMCO CAPITAL GROUP
INC, DEBTOR
BRADLEY D SHARP, TRUSTEE
CASE #2:08-32333
333 S GRAND AVE STE 4070
LOS ANGELES CA 90071**

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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2131371672

Days in statement period: 28

Beginning balance on 2/1	\$	95,437.70
Total Credits		0.00
Total Debits		0.00
Ending Balance on 2/28	\$	95,437.70

DAILY LEDGER BALANCE

<u>Date</u>	<u>Ledger Balance</u>	<u>Date</u>	<u>Ledger Balance</u>	<u>Date</u>	<u>Ledger Balance</u>
2/1-2/28	\$ 95,437.70				



**STATEMENT
OF ACCOUNTS**

UNION BANK
TRUSTEE SERVICES 0213
POST OFFICE BOX 513840
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BANKRUPTCY ESTATE OF NAMCO CAP
Statement Number: 2131371904
2/1/11 - 2/28/11

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**BANKRUPTCY ESTATE OF NAMCO CAPITAL GROUP
INC, DEBTOR
BRADLEY D SHARP, TRUSTEE
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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2131371904

Days in statement period: 28

Beginning balance on 2/1	\$	1,923,841.16
Total Credits		0.00
Total Debits		0.00
Ending Balance on 2/28	\$	1,923,841.16

DAILY LEDGER BALANCE

<u>Date</u>	<u>Ledger Balance</u>	<u>Date</u>	<u>Ledger Balance</u>	<u>Date</u>	<u>Ledger Balance</u>
2/1-2/28	\$ 1,923,841.16				



STATEMENT OF ACCOUNTS

UNION BANK
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BANKRUPTCY ESTATE OF
Statement Number: 2131371565
2/1/11 - 2/28/11

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**BANKRUPTCY ESTATE OF
NAMCO CAPITAL GROUP INC, DEBTOR
BRADLEY D SHARP, TRUSTEE
CASE #2:08-32333
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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2131371565

Days in statement period: 28

Beginning balance on 2/1	\$		212,504.68
Total Credits			21,961.44
Other credits and adjustments (1)		21,961.44	
Total Debits			-181,961.44
Other debits, fees and adjustments (4)		-181,961.44	
Ending Balance on 2/28	\$		52,504.68

C R E D I T S

Other credits and adjustments

<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
2/24	TELEPHONE TRANSFER	99351320 \$	21,961.44

D E B I T S

Other debits, fees and adjustments

<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
2/2	TELEPHONE TRANSFER	99350691 \$	10,609.39
2/4	TELEPHONE TRANSFER	99350941	150,000.00
2/24	TELEPHONE TRANSFER	99351317	10,000.00
2/24	TELEPHONE TRANSFER	99351323	11,352.05
	4 Other debits, fees and adjustments	Total amount \$	181,961.44

DAILY LEDGER BALANCE

<i>Date</i>	<i>Ledger Balance</i>	<i>Date</i>	<i>Ledger Balance</i>	<i>Date</i>	<i>Ledger Balance</i>
2/1	\$ 212,504.68	2/4-2/23	\$ 51,895.29		
2/2-2/3	201,895.29	2/24-2/28	52,504.68		



STATEMENT OF ACCOUNTS

UNION BANK
TRUSTEE SERVICES 0213
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BANKRUPTCY ESTATE OF
Statement Number: 2131371607
2/1/11 - 2/28/11

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**BANKRUPTCY ESTATE OF
NAMCO CAPITAL GROUP INC, DEBTOR
BRADLEY D SHARP, TRUSTEE
CASE #2:08-32333
333 S GRAND AVE STE 4070
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ANALYZED BUSINESS CHECKING SUMMARY

Account Number: 2131371607

Days in statement period: 28

Beginning balance on 2/1	\$		1,118,720.91
Total Credits			1,221,961.44
Deposits (2)		221,961.44	
Other credits and adjustments (1)		1,000,000.00	
Total Debits			-1,155,682.35
Other debits, fees and adjustments (4)		-1,155,682.35	
Ending Balance on 2/28	\$		1,185,000.00

C R E D I T S

Deposits

<i>including check and cash credits</i>	<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
	2/25	BANK-BY-MAIL DEPOSIT # 0000000018	46034305 \$	21,961.44
	2/25	BANK-BY-MAIL DEPOSIT # 0000000019	46034398	200,000.00
		2 Deposits	Total amount \$	221,961.44

Other credits and adjustments

<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
2/23	TELEPHONE TRANSFER	99351003 \$	1,000,000.00

D E B I T S

Other debits, fees and adjustments

<i>Date</i>	<i>Description</i>	<i>Reference</i>	<i>Amount</i>
2/10	TELEPHONE TRANSFER	99350917 \$	50,000.00
2/22	TELEPHONE TRANSFER	99351100	1,068,720.91
2/24	TELEPHONE TRANSFER	99351321	15,000.00
2/24	TELEPHONE TRANSFER	99351319	21,961.44
	4 Other debits, fees and adjustments	Total amount \$	1,155,682.35

DAILY LEDGER BALANCE

<i>Date</i>	<i>Ledger Balance</i>	<i>Date</i>	<i>Ledger Balance</i>	<i>Date</i>	<i>Ledger Balance</i>
2/1-2/9	\$ 1,118,720.91	2/22	\$ 0.00	2/24	\$ 963,038.56
2/10-2/21	1,068,720.91	2/23	1,000,000.00	2/25-2/28	1,185,000.00