

Monthly Operating Report

CHAPTER 11

CASE NAME: Mississippi Phosphates Corporation

CASE NUMBER: 14-51667

For Period: August 1 - August 31, 2016

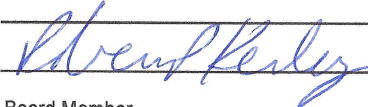
THIS REPORT IS DUE 15 DAYS AFTER THE END OF THE MONTH. The debtor must attach each of the following forms unless the United States Trustee has waived the requirement in writing. File with the court and submit a paper copy to UST with an original signature.

Form Attached (mark only one - attached or waived)	Previously Waived	REQUIRED REPORTS/DOCUMENTS
(X)	()	Comparative Balance Sheet (FORM 2-B)
(X)	()	Profit and Loss Statement (FORM 2-C)
(X)	()	Cash Receipts & Disbursements Statement (FORM 2-D)
(X)	()	Supporting Schedules (FORM 2-E)
(X)	()	Narrative (FORM 2-F)
(X)	()	Copies of Bank Statement(s) and Reconciliations of Bank Balance for all account(s)

I declare under penalty of perjury that the following Monthly Operating Report and any attachments therefor, are true and correct to the best of my knowledge and belief.

Executed on: 11-7-2016
(date)

Debtor(s)* Mississippi Phosphates Corporation

By:** 

Position: Board Member

Name of Preparer: Robert P. Kerley

Telephone No. of Preparer: _____

* both debtors must sign if a joint petition

** for corporate or partnership debtor

MPC Consolidating Balance Sheet (Amounts in Thousands USD)	MPC		ATS		SATS		MPC	
	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	8/30/2016
							Eliminations	Balances
Petty Cash	2	2					-	2
Wells Fargo Bank Funding							-	-
MPC DIP Account	72	130					-	72
MPC DIP Tax Account	30	30					-	30
MPC Employee Health Benefit Account							-	-
Wells Fargo Disbursement							-	-
Merchange & Marine Plt Mgr							-	-
PHI Cash							-	-
Total Cash	104	162					-	104
Deferred Income Taxes - Current	5,004	5,004					-	5,004
A/R - Trade							-	-
A/R - Misc Trade							-	-
Total A/R - Trade							-	-
A/R - Other	11	11					-	11
A/R - OCP							-	-
A/R - Intercompany	2,921	2,921					-	2,921
A/R - Ammonia Tank Subsidiary							-	-
A/R - Sulfuric Acid Tank Subsidiary							-	-
Note Receivable - PHI/MPC							-	-
Interest Receivable - PHI/MPC							-	-
Total A/R - Other	2,932	2,932					-	2,932
Workers Compensation Deposit							-	-
Prepaid Insurance	7	7					-	7
Deposits and Retainers							-	-
Transammonia Inv Valuation Deposit							-	-
Prepaid Other							-	-
Raw Material Deposits-Exxon Mobil							-	-
ST Freight Deposits							-	-
Raw Material Deposits-Chevron							-	-
Raw Material Deposits-Shrieve							-	-
Raw Material Deposits-Trammo Ammonia							-	-
Prepaid Turnaround Cost							-	-
DAP Inventory Delivered not Billed							-	-
Total Prepaid & Other Current	7	7					-	7
DAP - Finished Goods Inventory							-	-
Sulfuric Acid							-	-
Phos Acid							-	-
Total Intermediary Products Inventory							-	-
Phos Rock							-	-
Sulfur							-	-
Purchased SA							-	-
Raw Material Deposits							-	-
Chemicals							-	-
Total Raw Materials Inventory							-	-
Spare Parts & Supplies							-	-
Spare Parts Out for Repair							-	-
Spare Parts - Transfer to Capital Spares							-	-
Total Spare Parts Inventory							-	-
Total Inventories							-	-
Total Current Assets	8,048	8,106					-	8,048
Investment in MPC							-	-
PHI Other Assets							-	-
Deferred Loan Costs	481	481					-	481
Morgan Keegan - Gyp Closure							-	-
LT Freight Deposits							-	-
LT Deferred Tax Asset							-	-
Investment - Ammonia Tank Subsidiary							-	-
Investment - Sulfuric Acid Tanks Sub							-	-
Total Other LT Assets	481	481					-	481
Buildings - Non Katrina							-	-
Buildings - Katrina							-	-
Land Improvements-2010							-	-
Land Improvements-2011							-	-
Land Improvements-2012							-	-
Land Improvements-2013							-	-
Site Improvements							-	-

MPC Consolidating Balance Sheet (Amounts in Thousands USD)	MPC		ATS		SATS		MPC	
	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	8/30/2016
							Eliminations	Balances
Apparatus & Machinery							-	-
Katrina Equipment							-	-
Other Equipment - Non Katrina							-	-
Other Equipment - Katrina							-	-
Plant Rolling Stock - Non Katrina							-	-
Plant Rolling Stock - Katrina							-	-
Office Furn & Fix - Non Katrina							-	-
Office Furn & Fix - Katrina							-	-
Capital Spare Parts							-	-
Total Machinery & Equipment			-	-	-	-	-	-
A/D - Land-2010							-	-
A/D - Land-2011							-	-
A/D - Land-2012							-	-
A/D - Land-2013							-	-
A/D - Buildings - Non Katrina							-	-
A/D - Buildings - Katrina							-	-
A/D - Site Improvements							-	-
A/D - Apparatus & Machinery							-	-
A/D - Apparatus & Machinery							-	-
A/D - Other Equipment - Non Katrina							-	-
A/D - Other Equipment - Katrina							-	-
A/D - Plant Rolling Stock - Non Katrina							-	-
A/D - Plant Rolling Stock - Katrina							-	-
A/D - Office Furn & Fix - Non Katrina							-	-
A/D - Office Furn & Fix - Katrina							-	-
A/D - Capital Spare Parts							-	-
Total Accumulated Depreciation			-	-	-	-	-	-
Construction in Progress							-	-
Total Net PP&E			-	-	-	-	-	-
Total Assets	8,528	8,588	-	-	-	-	-	8,528
A/P - Trade (Post Petition)	(1)	(1)					-	(1)
A/P - Trade (Pre-Petition)	27,657	27,657					-	27,657
Payroll Liabilities							-	-
A/P-Accr							-	-
A/P-ATS	(8)	(8)	8	8			-	(0)
A/P-SATS	(14)	(14)			14	14	-	(0)
A/P - PHI	62	62					-	62
A/P - MPC			-	-			-	-
Total Accounts Payable	27,696	27,696	8	8	14	14	-	27,718
Accrued Other	399	399					-	399
Accrued Other - Rock	-	-					-	-
Accrued Environmental Remediation	-	-					-	-
Accrued Rock Price Adj	-	-					-	-
Accrued Competitive Discounts	-	-					-	-
Accrued Medical Claims - IBNR	-	-					-	-
Spare Parts Received Not Billed	81	81					-	81
Accrued Workers Comp - IBNP	383	383					-	383
Accrued Hospital Insurance	-	-					-	-
United Way Contribution	-	-					-	-
HBP Revolver	9,067	9,067					-	9,067
Butler Snow Escrow	(1,859)	(1,859)					-	(1,859)
UCC Escrow	(425)	(425)					-	(425)
Notes Payable - HBP	-	-					-	-
Accrued Interest - PHI	-	-					-	-
Accrued Payroll	93	94					-	93
Accrued Vacations	-	-					-	-
Accrued Vacation Employee Bank	-	-					-	-
Accrued Compensation - SARS	-	-					-	-
Accrued Bonus	-	-					-	-
Accrued Audit Fees	-	-					-	-
Accrued Interest - Hudson	9,130	9,130					-	9,130
Accrued Property Tax	2,062	2,062					-	2,062
Accrued Franchise Tax	226	226					-	226
Accrued Use Tax	25	25					-	25
Accrued Interest - Ins Financing							-	-
Total Accrued Liabilities	19,182	19,183	-	-	-	-	-	19,182
Total A/P & Accrued Expenses	46,878	46,879	8	8	14	14	-	46,900
Hudson Bay LTD	31,000	31,000					-	31,000
Notes Payable - PHI/MPC	5,968	5,968					-	5,968
Notes Payable - Equipment Financing							-	-
Notes Payable - Ins Financing							-	-
Trammo Term Loan - Long Term							-	-

MPC Consolidating Balance Sheet (Amounts in Thousands USD)	MPC		ATS		SATS		MPC	
	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	7/31/2016	8/30/2016	8/30/2016
							Eliminations	Balances
LT Notes Payable - Equipment Financing							-	-
Accrued Gypsum Disposal							-	-
Deferred Income Taxes - LT	1,262.79	1,262.79					-	1,263
								-
Common Stock	1.00	1.00					-	1
Add'l Paid-In-Capital	29,877.00	29,877.00	2,861	2,861	3,111	3,111	-	35,849
Retained Earnings	-105,542.36	-105,542.36	(2,869)	(2,869)	(3,125)	(3,125)	-	(111,536)
Net Income	-916.60	-858.39	-	-			-	(917)
Total Shareholder's Equity	(76,581)	(76,523)	(8)	(8)	(14)	(14)	-	(76,603)
								-
Total Liabilities & Shareholder's Equity	8,528	8,588	0	0	(0)	(0)	-	8,528

MCD Consolidating Profit and Loss Statement

(Amounts in Thousands USD)

Year to Date 08/30/2016

	MPC	ATS	SATS	MPC	MPC
	Adjusted Balances	Adjusted Balances	Adjusted Balances	Consolidated Eliminations	Consolidated Balances
DAP Sales	-	-	-	-	-
MAP Sales	-	-	-	-	-
Profit Share Income - Trammo	-	-	-	-	-
Customer Volume Discounts	-	-	-	-	-
Misc sales adj	-	-	-	-	-
Stg & Handling - Trammo Sales	-	-	-	-	-
Net Sales - DAP	-	-	-	-	-
Net Sales - Other	-	-	-	-	-
PHI Management Services Income	-	-	-	-	-
PHI Sales Commissions	-	-	-	-	-
Total Net Sales	-	-	-	-	-
Total Cost of Sales	-	-	-	-	-
Gross Profit (Loss)	(96)	-	-	-	(96)
Total Selling, General & Admin Exp	-	-	-	-	-
Insurance Recoveries	-	-	-	-	-
Environmental Remediation	-	-	-	-	-
Operating Income (Loss)	(96)	-	-	-	(96)
Total Interest, Net	-	-	-	-	-
Total Other, Net	(821)	-	-	-	(821)
Income (Loss) Before Taxes	(917)	-	-	-	(917)
Income Tax Expense	-	-	-	-	-
Net Income (Loss)	(917)	-	-	-	(917)

**Mississippi Phosphates Corporation
For the Period of August 1 thru August 31, 2016**

Cash Reconciliation

Beginning Cash Balance	\$	192,540
Cash Receipts (ties to Form 2-D)	\$	1
Cash Disbursements (ties to Form 2D)	\$	(2,324)
Net Cash Flow	\$	(2,322)
Ending Cash Balance (ties to Form 2B)	\$	190,218

Cash Summary - Ending Balance

	<u>Amount</u>	<u>Financial Institution</u>
Real Estate Account	<u>\$ -</u>	
Trust Account	<u>\$ -</u>	
Operating and / or Personal Account	<u>\$ -</u>	
DIP Funding Account	<u>\$ 158,246</u>	<u>WF DIP Funding Account</u>
Payroll Account		
Tax Account	<u>\$ 30,472</u>	<u>Wells Fargo</u>
Control Disbursements	<u>\$ -</u>	
Other Accounts (Specify savings or checking)	Checking <u>\$ -</u>	
Other Accounts (Specify savings or checking)	Checking <u>\$ -</u>	
Cash Collateral Account		
Petty Cash	<u>\$ 1,500</u>	<u>Cash on hand</u>
 Total Cash (must agree with above ending Cash)	 <u>\$ 190,218</u>	

\$ -

Adjusted Cash Disbursements: _____

Cash disbursements above less inter-account transfers and UST fees paid (to be used to determining quarterly UST fee)

Mississippi Phosphates Corporation

MPC Quarterly Fee Summary

August 31, 2016

<u>Payment Date</u>	<u>Cash Disbursements</u>	<u>Quarterly Fee Due</u>	<u>Check No.</u>	<u>Date</u>
January	\$ 940,535.82			
February	\$ 33,772.82			
June	\$ 15,495.48			
Total 1st Quarter	\$ 989,804.12	\$ 13,000.00	58277	4/22/2015
April	\$ 14,067.40			
May	\$ 8,175.81			
June	\$ 5,742.47			
Total 2nd Quarter	\$ 27,985.68	\$ 13,000.00	60187	7/15/2015
July	\$ 42,603.36			
August	\$ 2,323.58			
September				
Total 3rd Quarter	\$ 44,926.94	\$ 13,000.00	60392	10/16/2015
October	_____			
November	_____			
December	_____			
Total 4th Quarter	\$ -	\$ -		

Mississippi Phosphates Corporation

Cash Disbursements August 2016				
Date	Check No.-TO	Vendor	DESCRIPTION	AMOUNT
		Robert P. Kerley		\$ (1,000.00)
		U.S. Trustee		\$ (325.00)
		U.S. Trustee		\$ (325.00)
		U.S. Trustee		\$ (650.00)

Grand Total	(2,323.58)
Tax Account	
petty cash	-
Employee benefit account	-
Plant Managers Account	-
Total disbursements	(2,323.58)

Mississippi Phosphates Corporation

Cash Receipts August 2016

Date	Request	Description	Receipts
7/13/2016	Wells fargo over the counter deposit		\$ 1.20

Grand total	\$1.20
Tax accounts	0.00
petty cash	-
Employee benefit account	-
Plant Managers Account	
 MPC DIP Account	
	<u><u>\$1.20</u></u>

Phosphate Holdings Inc.
Phosphate Holdings Inc. : Mississippi Phosphates Corporation
Custom A/P Aging Summary
As of August, 2016

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
BROCK SERVICES, LTD	0.00	0.00	0.00	0.00	3,490.56	3,490.56
JACKSON COUNTY PORT AUTHORITY	0.00	0.00	-691.94	-691.94	0.00	-1,383.88
JOE TUCKER, TAX COLLECTOR	0.00	0.00	0.00	0.00	149,682.69	149,682.69
PASCAGOULA UTILITIES	0.00	0.00	0.00	0.00	2,017.78	2,017.78
U.S. Trustee	0.00	0.00	0.00	0.00	0.00	0.00
USA BLUE BOOK	0.00	0.00	534.17	534.17	0.00	1,068.34
Vanguard	0.00	0.00	19,181.67	0.00	0.00	19,181.67
	0.00	0.00	19,023.90	-157.77	155,191.03	174,057.16

**Mississippi Phosphates Corporation
Customer A/R Aging Summary 2
As of August 31, 2016**

Filters: Amount Due (not equal to From: 0.0), Name (equal to A/R - Trade)

Customer:Work Order	Current	12/17/2014 - 1/15/2015 (30)	11/17/2014 - 12/16/2014 (60)	10/18/2014 - 11/16/2014 (90)	Before 10/18/2014 (>90)	Total
	Open Balance	Open Balance	Open Balance	Open Balance	Open Balance	Open Balance
Debruce Fertilizer, INC	\$0.00	\$0.00	\$0.00	\$0.00	(\$5,357.17)	(\$5,357.17)
Growmark, Inc	\$0.00	\$0.00	\$0.00	\$0.00	(\$33,709.19)	(\$33,709.19)
Stuart Farm Center	\$0.00	\$0.00	\$0.00	\$0.00	\$559.20	\$559.20
Ammonia Tanks Subsidiary	\$0.00	\$0.00	\$0.00	\$0.00	\$1,137,392.00	\$1,137,392.00
Total	\$0.00	\$0.00	\$0.00	\$0.00	\$1,098,884.84	\$1,098,884.84
Inter-Oceanic Corp.					\$0.00	\$0.00
Less Reserve for Doubtful Accounts					(\$1,098,884.84)	(\$1,098,884.84)
Net AR Outstanding	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

Mississippi Phosphates Corporation
As of August 30, 2016
Insurance Schedule

<u>Type</u>	<u>Carrier / Agent</u>	<u>Coverage</u>	<u>Date of Expiration</u>	<u>Premium Paid</u>
Workers Compensation	New Hampshire Ins. (AIG)	Statutory + 1M employer	22-Dec-15	237,686
General Liability	National Union (AIG)	1,000,000	22-Dec-15	26,528
Property (Fire, Theft)	AIG & Lloyds of London	100,000,000	22-Dec-15	1,783,031
Vehicle	Granite State Insurance Co. (AIG)	2,000,000	22-Dec-15	32,074
Other				
Other:				
Foreign Liability	ACE	1,000,000	22-Dec-15	2,500
Marine Liability	Travelers Group	5,000,000	22-Dec-15	12,500
Hull / P&I	Travelers Group	1,037,500	22-Dec-15	5,720
Umbrella Liability	National Union (AIG)	25,000,000	22-Dec-15	188,346
Environmental	AIG	10,000,000	22-Dec-15	357,158
Fiduciary	XL Specialty Insurance Company	5,000,000	23-Dec-15	25,000
Emp. Practices Liab.	XL Specialty Insurance Company	5,000,000	23-Dec-15	75,000
Crime	U.S. Specialty Ins. Co.	1,000,000	22-Mar-16	4,342
Director and Officer	Endurance American Insurance Compar	10,000,000	31-Oct-15	14,900 (A)
Kidnap & Ransom	Federal Insurance Company (Chubb)	5,000,000	22-Dec-16	5,250

Note: Insurance is purchased by MPC for the consolidated group without segregation between the individual operations. The amounts above reflect the insurance in place for the entire group till expiration of the particular policy. Additionally, we increased the collateral on the workers compensation insurance from \$1,500 thousand to \$1,850 thousand at the time of the renewal in December 2014.

(A) In September 2015, the company obtained a one month coverage for D&O as noted above to cover the period from Oct. 1 to October 31, 2015.

WellsOne Account

Account number: 8733 ■ August 1, 2016 - August 31, 2016 ■ Page 1 of 2



MISSISSIPPI PHOSPHATES CORPORATION
 DEBTOR IN POSSESSION
 CH 11 CASE 14-51667 (SMI)
 601 INDUSTRIAL RD
 PASCAGOULA MS 39581-3233

Questions?

Call your Customer Service Officer or Client Services
 1-800-AT WELLS (1-800-289-3557)
 5:00 AM TO 6:00 PM Pacific Time Monday - Friday

Online: wellsfargo.com

Write: Wells Fargo Bank, N.A. (182)
 PO Box 63020
 San Francisco, CA 94163

Account summary

WellsOne Account

Account number	Beginning balance	Total credits	Total debits	Ending balance
8733	\$166,368.67	\$1.20	-\$8,123.68	\$158,246.19

Credits

Electronic deposits/bank credits

Effective date	Posted date	Amount	Transaction detail
	08/24	1.20	Over The Counter Deposit
		\$1.20	Total electronic deposits/bank credits
		\$1.20	Total credits

Debits

Electronic debits/bank debits

Effective date	Posted date	Amount	Transaction detail
	08/11	1,737.49	Client Analysis Svc Chrg 160810 Svc Chge 0716 000004202608733
	08/26	989.86	C & C Sisdal-Aeg DTC 16065 Crawford & Company
		\$2,727.35	Total electronic debits/bank debits

Checks paid

Number	Amount	Date	Number	Amount	Date	Number	Amount	Date
60468	162.80	08/02	60471	312.40	08/02	60475	650.00	08/31
60469	3,425.00	08/15	60473*	325.00	08/31	60477*	33.33	08/31

MISSISSIPPI PHOSPHATES CORPORATION
 TAX ACCOUNT
 DEBTOR IN POSSESSION
 CH 11 CASE 14-51667 (SMI)
 601 INDUSTRIAL RD
 PASCAGOULA MS 39581-3233

Questions?

Call your Customer Service Officer or Client Services
 1-800-AT WELLS (1-800-289-3557)
 5:00 AM TO 6:00 PM Pacific Time Monday - Friday

Online: wellsfargo.com

Write: Wells Fargo Bank, N.A. (182)
 PO Box 63020
 San Francisco, CA 94163

Account summary

WellsOne Account

Account number	Beginning balance	Total credits	Total debits	Ending balance
15625	\$30,471.62	\$0.00	\$0.00	\$30,471.62

Daily ledger balance summary

<i>Date</i>	<i>Balance</i>
07/31	30,471.62
Average daily ledger balance	\$30,471.62

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF MISSISSIPPI
SOUTHERN DIVISION**

<p>In re:)</p> <p style="padding-left: 100px;">)</p> <p>MISSISSIPPI PHOSPHATES)</p> <p style="padding-left: 40px;">CORPORATION, <i>et al.</i>¹)</p> <p style="padding-left: 80px;">Debtors)</p> <hr style="width: 50%; margin-left: 0;"/>	<p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p> <p>)</p>	<p>CASE NO. 14-51667-KMS</p> <p>Chapter 11</p> <p>Jointly Administered</p>
--	--	---

NARRATIVE STATEMENT

For Period August 1, 2016 to August 31, 2016

Please provide a brief description of the significant business and legal action by the debtor, its creditors, or the court during the reporting period. Comments should include any change in bank accounts, explanation of extraordinary expenses, and purpose of any new post-petition financing. Comments should also include debtor’s efforts during the month to rehabilitate the business and to develop a plan.²

Mississippi Phosphates Corporation, *et al.*, the Debtors and debtors-in-possession herein (the “**Debtors**”), filed their Bankruptcy Cases on October 27, 2014 (the “**Petition Date**”). The Debtors have continued to operate and manage their businesses pursuant to Bankruptcy Code §§ 1107(a) and 1108.

As noted in the November 2015 Monthly Operating Report, on October 16, 2015 (the “**Closing Date**”), the Debtors closed the Alternative Transactions by transferring to the MPC Environmental Trust and to the MPC Liquidation Trust substantially all of its real and personal property. As of that date, the MPC Environmental Trustee assumed the responsibility for the wastewater treatment and the gyp stacks maintenance, while the MPC Liquidation Trustee assumed the responsibility for the ammonia terminalling operations of the Debtors. On November 3, 2015, the Debtors filed their *Notice of Closing of Sale of Assets to Environmental Trustee and Liquidation Trustee under Alternative Transaction* [Dkt. # 1070].

After the Closing Date, the Debtors’ professionals continued to work with professionals for the MPC Environmental Trustee, the MPC Liquidation Trustee, and the Environmental Agencies with respect to numerous operational, transitional, and legal issues related to the

¹ The chapter 11 cases of the following affiliated Debtors have been administratively consolidated for joint administration pursuant to that certain *Order Granting Motion of the Debtor for Order Directing Joint Administration of Affiliated Cases Pursuant to Bankruptcy Rule 1015(b)*, dated October 29, 2014 [Dkt. # 62]: Mississippi Phosphates Corporation (“**MPC**”), Case No. 14-51667, Ammonia Tank Subsidiary, Inc. (“**ATS**”), Case No. 14-51668 and Sulfuric Acid Tanks Subsidiary, Inc. (“**SATS**”), Case No. 14-51671. These chapter 11 cases are sometimes referred to herein as the “**Bankruptcy Cases.**” Consequently, this Narrative describes developments in all three Bankruptcy Cases.

² All references to Docket Numbers are to the Docket in the MPC case, which is the Lead Case.

transfer of the Debtors' real and personal property to the appropriate trust, including matters related to a survey of the subject property.

During August 2016, the Debtors and the Committee focused their attention on the confirmation hearing for *First Amended Joint Chapter 11 Plan of the Debtors and the Official Committee of Unsecured Creditors* [Dkt. # 1168], which was set for September 1, 2016.

On July 12-14, 2016, MPC filed more than 125 objections to claims of various claimants seeking severance pay from MPC. In early August, only five parties against whom the Debtors had filed objections to claims for severance pay filed a Response to any of those objections [Dkt. ## 1607, 1608, 1613, 1615, and 1616]. For those claims in which the claimant did not file a response, the Court entered its Order Granting Debtors Objections to Claims as to Severance Pay [Dkt. # 1648] on August 23, 2016. The Court conducted a hearing on these claims objections and to the five responses on August 31, 2016, and the Court sustained all of the Debtors' claims objections as to these claims [Dkt. ## 1669, 1670, 1671].

On July 14, 2016, the Debtors filed an objection to the claim of John Deere Construction & Forestry Company [Dkt. # 1448]. Counsel for the Debtors and John Deere resolved this matter, and the Court entered its *Agreed Order Resolving Objection of Mississippi Phosphates Corporation to Proof of Claim of John Deere Construction & Forestry Company - Claim No. 317* [Dkt. # 1623] on August 16, 2016.

On July 15, 2016, MPC filed its *First Omnibus Objection of Mississippi Phosphates Corporation Pursuant to 11 U.S.C. § 502, Fed. R. Bankr. P. 3007 and 9014 and Miss. Bankr. L.R. 3007-1 to Certain Amended and Superseded Claims* [Dkt. # 1452], as well as its *First Omnibus Objection of Mississippi Phosphates Corporation Pursuant to 11 U.S.C. § 502, Fed. R. Bankr. P. 3007 and 9014 and Miss. Bankr. L.R. 3007-1 to Certain Duplicate Claims* [Dkt. # 1453] and exhibits thereto [Dkt. ## 1454 –1455]. No responses were filed by any claimant, and the Court entered its *Order Sustaining Objections of Mississippi Phosphates Corporation to Certain Claims Contained in Omnibus Objection to Certain Amended and Superseded Claims* [Dkt. # 1643] and its *Order Sustaining Objections of Mississippi Phosphates Corporation to Certain Claims Contained in Omnibus Objection to Certain Duplicate Claims* [Dkt. # 1644] on August 23, 2016.

MPC also filed on July 15, 2016 its *First Omnibus Objection of Mississippi Phosphates Corporation Pursuant to 11 U.S.C. § 502, Fed. R. Bankr. P. 3007 and 9014 and Miss. Bankr. L.R. 3007-1 to Certain Late-Filed Claims* [Dkt. # 1456] and also its *First Omnibus Objection of Mississippi Phosphates Corporation Pursuant to 11 U.S.C. § 502, Fed. R. Bankr. P. 3007 and 9014 and Miss. Bankr. L.R. 3007-1 to Certain Non-Complying Claims* [Dkt. # 1457]. No responses were filed by any claimant, and the Court entered its *Order Sustaining Objections of Mississippi Phosphates Corporation to Certain Claims Contained in Omnibus Objection to Certain Late-filed Claims* [Dkt. # 1646] and its *Order Sustaining Objections of Mississippi Phosphates Corporation to Certain Claims Contained in Omnibus Objection to Certain Non-Complying Claims* [Dkt. # 1647] on August 23, 2016 and its Minute Entry [Dkt. # 1672] on August 31, 2016.

On August 17, 2016, the Court entered its *Stipulation and Agreed Order Between the ACE Companies and the Debtors Regarding Certain Claims of the ACE Companies* [Dkt. # 1625].

On July 20, 2016, the Debtors filed their *Application (I) To Employ Meadowlark Advisors, LLC as their Chief Restructuring Officer and (II) To Designate Jonathan J. Nash as Chief Restructuring Officer for the Debtors Nunc Pro Tunc to May 29, 2016* [Dkt. # 1602], and on August 15, 2016, the Court entered its *Order Authorizing the Debtors, Pursuant to 11 U.S.C. §§ 105(a) and 363(b), to (I) Retain Meadowlark Advisors, LLC to Provide the Debtors with a Chief Restructuring Officer, and (II) Designate Jonathan J. Nash as Chief Restructuring Officer for the Debtors, Nunc Pro Tunc to May 29, 2016* [Dkt. # 1617].

On August 17, 2016, the Debtors filed their *Notice of Filing of Plan Supplement for the Joint Chapter 11 Plan of Debtors and the Official Committee of Unsecured Creditors* [Dkt. # 1627], and on August 30, 2016, the Debtors filed their *Supplement to Notice of Filing of Plan Supplement for the Joint Chapter 11 Plan of Debtors and the Official Committee of Unsecured Creditors* [Dkt. # 1667].

Several motions seeking to modify the automatic stay to permit workers' compensation claims and Longshore and Harbor Workers Act compensation claims were filed. One claimant filed a motion for relief from stay [Dkt. ## 1618, 1626] to which the Debtors responded [Dkt. # 1650], while the Debtors filed their *Motion of the Debtors to Modify the Automatic Stay as to Workers' Compensation Claims* [Dkt. # 1632]. These motions were set for hearing on August 31, 2016 and the Court entered its Minute Entries concerning these matters on that date [Dkt. ## 1672, 1673]. Subsequently, another claimant filed a motion for relief from stay [Dkt. # 1659].

On August 22, 2016, objections to the confirmation of the First Amended Joint Plan were filed by The Chemours Company, LLC [Dkt. # 1640] and by the United States Trustee [Dkt. # 1641]. On August 31, 2016, the Debtors filed the *Debtors' Response to the Objection of The Chemours Company, LLC to Confirmation of the First Amended Joint Chapter 11 Plan of Debtors and the Official Committee of Unsecured Creditors* [Dkt. # 1676], as well as the *Debtors' Response to the United State Trustee's Objection to Confirmation of the First Amended Joint Chapter 11 Plan of Debtors and the Official Committee of Unsecured Creditors* [Dkt. # 1677].

On August 26, 2016, the Debtors filed their Chapter 11 Ballot Summary and Certification, including (i) the tabulation of the voted by BMC Group, Inc., the Court-approved claims and noticing agent, and (ii) the ballots that were cast on the First Amended Joint Plan [Dkt. # 1657].

During August 2016, the Debtors' professionals continued to communicate with other interested parties, including:

- (a) BMC Group, the claims and noticing agent for the Debtors, with respect to issues for noticing of the plan and disclosure statement and voting issues related to the plan;
- (b) Counsel for AIG Insurance regarding the proposed treatment of those entities under the Plan and lifting of automatic stay with respect to workers compensation policies;
- (c) Addressing means of resolving and consummating settlements of pending workers compensation claims;
- (d) Counsel for the MPC Liquidation Trust with respect to various matters, including notices of maturity of tax sales, the status of insurance policies, and the Plan and Disclosure Statement;
- (e) John Lammert and counsel with respect to the treatment for Jackson County, Mississippi for its ad valorem tax claim for real and personal property;
- (f) Jon Nash, the Chief Restructuring Officer, concerning his being retained through Meadowlark Advisors, LLC as the CRO; and
- (g) Counsel with John Deere Construction & Forestry Company and representatives of the MPC Environmental Trust with respect to resolving the Objection to the John Deere proof of claim;
- (h) Representatives of Arthur J. Gallagher and counsel for the Committee concerning the status of certain D&O insurance policies;
- (i) The CRO and counsel for the Committee regarding confirmation hearing and claims objection hearing issues;
- (j) Counsel for the Committee and the United States Trustee to discuss the objection of the United States Trustee to the confirmation of the Plan; and
- (k) Counsel for the MPC Liquidation Trust and the surveyor regarding the final survey and legal descriptions of the property transferred by the Debtors to the MPC Liquidation Trust and the MPC Environmental Trust.

32754563v1