UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

PETITION DATE 8/26/2016

MONTHLY OPERATING REPORT SUMMARY FOR: MONTH: JANUARY YEAR: 2017

MONTH	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY
REVENUES (MOR-6)	$ 41,475.39	$ 227,971.68	$ 178,185.70	$ 164,087.84	$ 163,892.38	$ 176,536.49
INCOME BEFORE INT; DEPREC./TAX (MOR-6)	26,556.26	(69,206.75)	(70,019.39)	(758,898.11)	(41,209.14)	14,697.75
NET INCOME (LOSS) (MOR-6)	26,556.26	(69,206.75)	(70,019.39)	(758,898.11)	(41,209.14)	14,697.75
PAYMENTS TO INSIDERS (MOR-9)	-	20,000.00	20,000.00	10,000.00	10,000.00	-
PAYMENTS TO PROFESSIONALS (MOR-9)	-	-	716.70	118,769.31	38,427.60	24,052.97
TOTAL DISBURSEMENTS (MOR-7)	$ 82.94	$ 160,939.68	$ 182,362.49	$ 272,992.82	$ 208,364.87	$ 181,872.95

•••The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee•••

REQUIRED INSURANCE MAINTAINED AS OF SIGNATURE DATE		EXP. DATE
CASUALTY	YES (x) NO ( )	8/1/2017
LIABILITY	YES (x) NO ( )	8/1/2017
VEHICLE	YES ( ) NO ( ) NA (x) (Debtor does not own any vehicles)	
WORKERS	YES (x) NO ( )	3/30/2017
FLOOD	YES (x) NO ( )	7/7/2017
PROFESSIONAL	YES (x) NO ( )	3/18/2017

	Circle One
Are all accounts receivable being collected within terms?	Yes
Are all post-petition liabilities, including taxes, being paid within terms?	Yes
Have any pre-petition liabilities been paid?	Yes
If so, describe: Per court order allowing for certain payments	
Are all funds received being deposited into the DIP bank accounts?	Yes
Were any assets disposed of outside the normal course of business?	No
If so, describe:	
Are all U.S. Trustee Quarterly Fee Payments current?	Yes
What is the status of the Plan of Reorganization? under development	

ATTORNEY NAME Omar J. Alaniz
FIRM NAME Baker Botts L.L.P.
ADDRESS 2001 Ross Avenue
CITY, STATE, ZIP Dallas, TX, 75201-2980
TELEPHONE 214-953-6593

I certify under penalty of perjury that the following complete Monthly Operating Report (MOR) consisting of MOR-1 through MOR-9 plus attachments, is true and correct.

SIGNED: Original Signature

TITLE: President

Iraj S. Jabbary, D.D.S.
Print Name of Signatory

2/20/2017
Date

NOTES:

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE 8/26/2016	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY
CURRENT ASSETS							
Cash	1,964.16	43,356.61	109,096.82	136,353.22	34,235.33	6,259.21	2,354.83
Accounts Receivable, Net	192,524.86	175,330.98	172,655.53	100,101.63	96,329.85	138,787.13	142,408.32
Intercompany Accounts Receivable	72,600.00	72,600.00	72,600.00	72,600.00	72,600.00	72,600.00	72,600.00
Other Current Assets - 1	-	-	-	-	-	-	-
Other Current Assets - 2	-	-	-	-	-	-	-
TOTAL CURRENT ASSETS	267,089.02	291,287.59	354,352.35	309,054.85	203,165.18	217,646.34	217,363.15
Property, Plant & Equipment, at Cost	548,591.94	548,591.94	548,591.94	549,672.28	554,503.39	555,223.08	555,223.08
Less: Accumulated Depreciation	360,644.01	360,644.01	360,644.01	360,644.01	360,644.01	360,644.01	360,644.01
NET BOOK VALUE OF PP&E	187,947.93	187,947.93	187,947.93	189,028.27	193,859.38	194,579.07	194,579.07
OTHER ASSETS							
Deposit - Rent	6,898.55	6,898.55	6,898.55	6,898.55	6,898.55	6,898.55	6,898.55
Deposit - Utility	1,975.00	1,975.00	2,818.76	2,661.26	2,661.26	2,661.26	2,661.26
Other							
TOTAL OTHER ASSETS	8,873.55	8,873.55	9,717.31	9,559.81	9,559.81	9,559.81	9,559.81
TOTAL ASSETS	**463,910.50**	**488,109.07**	**552,017.59**	**507,642.93**	**406,584.37**	**421,785.22**	**421,502.03**

Notes:

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE 8/26/2016	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY
LIABILITIES							
POST-PETITION LIABILITIES							
Payables	-	14,836.19	181,364.46	220,073.71	181,336.69	189,432.06	204,504.19
401 (k) Payable			55.00	572.59	561.13	729.31	627.30
Settlement Payment***					700,000.00	700,000.00	700,000.00
PRE-PETITION LIABILITIES							
Accounts Payable	23,604.49	23,604.49	23,604.49	12,200.66	12,200.66	12,200.66	12,200.66
Credit Cards	12,889.39	12,889.39	12,889.39	12,889.39	12,889.39	12,889.39	12,889.39
Intercompany Payables ****	134,891.24	134,891.24	134,891.24	134,891.24	134,891.24	169,275.04	169,275.04
401 (k)	(489.05)	(489.05)	(489.05)	(489.05)	(489.05)	(489.05)	(489.05)
Other*	33,468.00	33,468.00	-	-	-	-	-
TOTAL PRE-PETITION LIABILITIES	204,364.07	204,364.07	170,896.07	159,492.24	159,492.24	193,876.04	193,876.04
TOTAL LIABILITIES	**204,364.07**	**219,200.26**	**352,315.53**	**380,138.54**	**1,041,390.06**	**1,084,037.41**	**1,099,007.53**
OWNER'S EQUITY							
Common stock	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00	1,000.00
Distributions	(258,965.18)	(258,965.18)	(258,965.18)	(258,965.18)	(258,965.18)	(258,965.18)	(258,965.18)
Other**	-	(17,193.88)	(17,193.88)	(19,372.16)	(22,784.13)	(9,021.49)	(38,972.55)
Retained Earnings at filing date	517,511.61	517,511.61	517,511.61	517,511.61	517,511.61	517,511.61	517,511.61
Current Period Profit (Loss)		26,556.26	(69,206.75)	(70,019.39)	(758,898.11)	(41,209.14)	14,697.75
Retained Earnings post filing date		-	26,556.26	(42,650.49)	(112,669.88)	(871,567.99)	(912,777.13)
TOTAL OWNER'S EQUITY	**259,546.43**	**268,908.81**	**199,702.06**	**127,504.39**	**(634,805.69)**	**(662,252.19)**	**(677,505.50)**
TOTAL LIABILITIES & OWNER'S EQUITY	**463,910.50**	**488,109.07**	**552,017.59**	**507,642.93**	**406,584.37**	**421,785.22**	**421,502.03**

Notes:
* Prepetition wages and amount due to contract dentists
** Adjusting entry to reconcile the debtor's cash record keeping to an accrual balance sheet
*** Debtor is jointly obligated to fund $3.5 million settlement to Dr. Rohi.. Balance sheet reflects 20% of total.
**** Debtor has obtained post-petition financing by borrowing from affiliate. A draw was made during December.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

SCHEDULE OF POST-PETITION LIABILITIES

	FILING DATE	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY
TRADE ACCOUNTS PAYABLE		629.19	10,578.61	1,107.88	10,224.11	14,477.91	20,656.74
TAXES PAYABLE							
Federal Payroll Taxes	-						
State Taxes	-						
As Valorem taxes	-						
Property Taxes	-				7,609.94	6,980.45	-
TOTAL TAXES PAYABLE	-	-	-	-	7,609.94	6,980.45	-
SECURED DEBT POST-PETITION	-						
ACCURED INTEREST PAYABLE	-						
ACCRUED PROFESSIONAL FEES	-		128,081.29	193,210.11	139,200.95	132,775.84	143,454.71
OTHER ACCRUED LIABILITIES	-						
Payroll	-	4,776.00	15,292.86	1,448.65	5,763.64	9,161.81	11,546.59
Dentists	-	9,431.00	25,786.70	24,307.07	18,538.05	21,890.36	24,598.45
U.S. Trustee	-	-	1,625.00	-	-	4,875.00	4,875.00
Settlement Payment					700,000.00	700,000.00	700,000.00
TOTAL POST-PETITION LIABILITIES	**-**	**14,836.19**	**181,364.46**	**220,073.71**	**881,336.69**	**890,161.37**	**905,131.49**

Notes:

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

AGING OF POST-PETITION LIABILITIES
MONTH

DAYS	TOTAL	TRADE ACCOUNTS	PROPERTY TAXES	U.S. TRUSTEE FEES	PROFESSIONALS	DENTISTS & PAYROLL
0 - 30	83,241.53	20,656.74	-	4,875.00	21,564.75	36,145.04
31 - 60	45,886.29				45,886.29	
61 - 90	39,990.48				39,990.48	
91 +	36,013.20				36,013.20	
TOTAL	**205,131.49**	**20,656.74**	**-**	**4,875.00**	**143,454.71**	**36,145.04**

AGING OFACCOUNTS RECEIVABLE

DAYS	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	JANUARY
0 - 30	162,378.74	147,740.09	90,049.19	81,952.92	111,663.85	119,840.65
31 - 60	12,952.24	24,915.44	7,061.55	10,919.75	21,010.92	16,917.48
61 - 90	18,210.62		2,990.89	3,457.18	6,112.36	5,650.19
91 +	-					
TOTAL	**193,541.60**	**172,655.53**	**100,101.63**	**96,329.85**	**138,787.13**	**142,408.32**

Notes:

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

STATEMENT OF INCOME (LOSS)

	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY	FILING TO DATE
TOTAL REVENUES *	**41,475.39**	**227,971.68**	**178,185.70**	**164,087.84**	**163,892.38**	**176,536.49**	**952,149.48**
COST OF GOODS SOLD							
Dental Supplies	-	920.41	18,226.16	3,224.86	7,331.27	14,964.93	44,667.63
Lab Fees	269.50	171.00	297.50	820.00	782.50	710.00	3,050.50
TOTAL COST OF GOODS SOLD	**269.50**	**1,091.41**	**18,523.66**	**4,044.86**	**8,113.77**	**15,674.93**	**47,718.13**
G&A EXPENSES							
Contract Physician Serivces & Labor	9,431.00	64,156.99	49,137.44	48,743.44	40,942.94	43,046.59	255,458.40
Payroll and Payroll Taxes - Staff	4,776.00	76,108.37	89,859.37	64,317.07	68,096.22	53,091.92	356,248.95
Employee Benefits	-	-	-	9,949.00	-	-	9,949.00
Rent	-	4,924.54	4,924.54	6,706.01	5,579.52	5,529.23	27,663.84
Utilities	-	2,560.69	550.22	1,965.21	3,625.71	2,070.76	10,772.59
Insurance	-	6,744.59	5,112.50	5,543.86	6,715.59	784.42	24,900.96
Other	442.63	11,885.55	14,251.84	17,673.05	21,266.48	20,076.15	85,595.70
Ordinary Course Professional Fees							
Russell Hall PC	-	-	-	-	-		-
Mark Hanna	-	716.70	497.10	-	-		1,213.80
Other	-	-	-	-	-	666.88	666.88
Chapter 11 Professional Fees							
Baker Botts LLP**	-	92,393.10	38,784.28	38,074.95	35,006.00	18,340.37	222,598.70
Stout Risius Ross	-	24,093.75	17,373.50	16,070.00	7,600.00	2,557.50	67,694.75
BMC	-	3,430.66	525.62	-	-		3,956.28
Hilder & Associates**	-	7,447.08	8,665.03	9,898.50	3,280.29		29,290.89
U.S. Trustee Fees	-	1,625.00	-	-	4,875.00	-	6,500.00
Settlement Payment				700,000.00	-	-	700,000.00
TOTAL G&A EXPENSES	**14,649.63**	**296,087.02**	**229,681.43**	**918,941.09**	**196,987.75**	**146,163.82**	**1,802,510.73**
EBITDA	**26,556.26**	**(69,206.75)**	**(70,019.39)**	**(758,898.11)**	**(41,209.14)**	**14,697.75**	**(898,079.38)**
Interest	-	-	-	-	-	-	-
NET INCOME	**26,556.26**	**(69,206.75)**	**(70,019.39)**	**(758,898.11)**	**(41,209.14)**	**14,697.75**	**(898,079.38)**

Accrual Accounting Required, Otherwise Footnote with Explanation

Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

Notes:

* The debtor uses a cash based accounting system to recognize revenue when payments are received and does not accrue revenue by payor.

** Certain professional fees were invoiced after the September MOR was filed.

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

STATEMENT OF INCOME (LOSS)

CASH RECEIPTS AND DISBURSEMENTS	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY	FILING TO DATE
CASH, BEGINNING OF MONTH	1,964.16	43,608.57	109,096.82	136,353.22	34,235.33	6,259.21	
RECEIPTS	**41,475.39**	**226,427.93**	**209,618.89**	**170,874.93**	**159,888.75**	**177,968.57**	**986,254.46**
Intercompany Advance					20,500.00		
DISBURSEMENTS							
NET PAYROLL		139,433.48	137,540.38	111,918.51	107,814.30	95,284.11	591,990.78
EMPLOYEE BENEFITS		1,047.04	1,127.54	11,074.41	1,170.24	1,399.11	15,818.34
RENT		7,436.81	7,436.81	9,218.28	7,992.79	8,041.50	40,126.19
UTILITIES		2,827.01	-	1,368.64	3,079.62	1,565.64	8,840.91
INSURANCE		7,874.43	6,723.80	6,628.46	8,002.03	1,741.72	30,970.44
EQUIPMENT		161.81	18,523.66	2,660.62	7,613.02	15,287.43	44,246.54
REPAIRS AND MAINTENANCE		770.00	263.98	-	3,490.94	1,386.58	5,911.50
ADMINISTRATIVE AND SELLING	82.94	1,006.40	1,730.17	2,037.59	3,408.33	1,437.96	9,703.39
CREDIT CARDS		-	6,464.49	9,107.14	8,130.52	15,750.78	39,452.93
OTHER**		382.70	40.00	-	19,214.16	14,726.75	34,363.61
INTEREST EXPENSE			169.96	19.90	21.32	1,198.40	1,409.58
TOTAL DISBURSEMENTS FROM OPERATIONS	**82.94**	**160,939.68**	**180,020.79**	**154,033.55**	**169,937.27**	**157,819.98**	**822,834.21**
PROFESSIONAL FEES			716.70	118,959.27	38,427.60	24,052.97	182,156.54
US TRUSTEE FEES			1,625.00	-	-	-	1,625.00
OTHER REORGANIZATION EXPENSES							-
TOTAL DISBURSEMENTS *	**82.94**	**160,939.68**	**182,362.49**	**272,992.82**	**208,364.87**	**181,872.95**	**1,006,615.75**
NET CASH FLOW	41,392.45	65,488.25	27,256.40	(102,117.89)	(27,976.12)	(3,904.38)	(20,361.29)
CASH, END OF MONTH	**43,356.61**	**109,096.82**	**136,353.22**	**34,235.33**	**6,259.21**	**2,354.83**	

** Numbers for the current month should balance (match) "Receipts" and "Checks/Other Disbursements" from MOR-8*

Notes:
** Includes $8246.30 paid toward the monthly settlement payment

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

CASH ACCOUNT RECONCILIATION

Chase Bank	**JANUARY**	**JANUARY**	**JANUARY**				**TOTAL**
ACCOUNT NUMBER	*5157	*9267	NA				
ACCOUNT TYPE	Checking	Checking	Petty Cash				
BANK BALANCE	908.03	26,944.09	350.00				28,202.12
DEPOSITS IN TRANSIT	-	-	-				-
OUTSTANDING CHECKS	-	(25,847.29)	-				(25,847.29)
ADJUSTED BOOK BALANCE	**908.03**	**1,096.80**	**350.00**	**-**	**-**	**-**	**2,354.83**
BEGINNING CASH - PER BOOKS	2,796.50	3,112.71	350.00				6,259.21
RECEIPTS *	15,659.31	162,809.26					178,468.57
TRANSFERS BETWEEN ACCOUNTS	(17,400.00)	17,400.00					-
CHECKS / OTHER DISBURSEMENTS *	(147.78)	(182,225.17)					(182,372.95)
ENDING CASH, PER BOOKS	**908.03**	**1,096.80**	**350.00**	**-**	**-**	**-**	**2,354.83**

Accrual Accounting Required, Otherwise Footnote with Explanation

** Numbers for the current month should balance (match) "Total Receipts" and "Total Disbursements" from MOR-7*

Notes:

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF TEXAS
HOUSTON DIVISION

CASE NAME ABC Dentistry Old Spanish Trail, P.L.L.C.
CASE NUMBER 16-34222

PAYMENTS TO INSIDER AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals. Also, for insiders, identify the type of compensation paid (e.g. salarly, commission, bonus, etc.)

INSIDER: NAME / COMP TYPE	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY
1 Iraj S. Jabbary, D.D.S.		20,000.00	20,000.00	10,000.00	10,000.00	-
2						
3						
4						
5						
6						
TOTAL INSIDERS	**-**	**20,000.00**	**20,000.00**	**10,000.00**	**10,000.00**	**-**

PROFESSIONALS	MONTH AUGUST	MONTH SEPTEMBER	MONTH OCTOBER	MONTH NOVEMBER	MONTH DECEMBER	MONTH JANUARY
1 Baker Botts LLP				75,111.25	31,386.18	8,233.28
2 Stout Risius Ross *				33,158.80		12,856.00
3 BMC				3,956.28		
4 Russell Hall PC						
5 Mark Hanna			716.70	497.10		
6 Hilder & Associates				6,045.88	7,041.42	2,963.69
TOTAL PROFESSIONALS	**-**	**-**	**716.70**	**118,769.31**	**38,427.60**	**24,052.97**

Notes:
* In December, SRR's payment was made by an affiliate of OST under the terms of the DIP finance order. The payment was recorded as an intercompany