

UNITED STATES BANKRUPTCY COURT
SOUTHERN DISTRICT OF NEW YORK

In re Atari, Inc., et al.

Debtor [a]

Case No. 13-10176

Reporting Period: 9/1/13-9/30/13

Federal Tax I.D. # 13-3689915

CORPORATE MONTHLY OPERATING REPORT

File with the Court and submit a copy to the United States Trustee within 20 days after the end of the month and submit a copy of the report to any official committee appointed in the case.

(Reports for Rochester and Buffalo Divisions of Western District of New York are due 15 days after the end of the month, as are the reports for Southern District of New York.)

REQUIRED DOCUMENTS	Form No.	Document Attached	Explanation Attached
Schedule of Cash Receipts and Disbursements	MOR-1	Yes	
Bank Reconciliation (or copies of debtor's bank reconciliations)	MOR-1 (CONT)	Yes	
Copies of bank statements		[b]	
Cash disbursements journals	MOR-1 (CONT)	Yes	
Statement of Operations	MOR-2	Yes	
Balance Sheet	MOR-3	Yes	
Status of Post-petition Taxes	MOR-4	Yes	
Copies of IRS Form 6123 or payment receipt		n/a	
Copies of tax returns filed during reporting period		n/a	
Summary of Unpaid Post-petition Debts	MOR-4	Yes	
Listing of Aged Accounts Payable	MOR-4 (CONT)	Yes	
Accounts Receivable Reconciliation and Aging	MOR-5	Yes	
Taxes Reconciliation and Aging	MOR-5	n/a	
Payments to Insiders and Professional	MOR-6	Yes	
Post Petition Status of Secured Notes, Leases Payable	MOR-6	Yes	
Debtor Questionnaire	MOR-7	Yes	

I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the attached documents are true and correct to the best of my knowledge and belief.

Signature of Debtor

Date 10/15/13

Signature of Authorized Individual*

Date 10/15/13

Printed Name of Authorized Individual: Todd Shallbetter

Date

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

[a] Debtors include Atari, Inc. (13-10176), Atari Interactive, Inc. (13-10177), California U.S. Holdings, Inc. (10-10178), and Humongous, Inc. (13-10179). All results reported on a consolidated basis herein. Cash Disbursements by Debtor are detailed on MOR-1(A) for United States Trustee Fee calculation purposes.

[b] Available upon request

In re Atari, Inc., et al.
Debtor

Case No. 13-10176
Reporting Period: 9/1/13-9/30/13

SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

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

ACCOUNT NUMBER (LAST 4)	BANK ACCOUNTS								CURRENT MONTH ACTUAL (TOTAL OF ALL ACCOUNTS)
	Atari, Inc. Operating #4601	Atari Payroll #4993	Atari, Inc. PayPal #8664	Atari, Inc. Money Mkt #7788	Atari, Inc. Lockbox #9898	Atari, Inc. Payroll (CA) #1153	Atari Interactive, Inc. Operating #4657	Homogeneous, Inc. Operating #5253	
CASH BEGINNING OF MONTH	\$ 36,268	\$ 7,072	\$ 0	\$ 8,162,748	\$ (0)	\$ 3,733	\$ 6,627	\$ 2,733	\$ 8,219,181
RECEIPTS									
CASH SALES	-	-	-	-	-	-	-	-	-
ACCOUNTS RECEIVABLE - PREPETITION	50,000								50,000
ACCOUNTS RECEIVABLE - POSTPETITION	419,024								419,024
LOANS AND ADVANCES									-
SALE OF ASSETS	1,065,200								1,065,200
OTHER (ATTACH LIST)	700			22					722
TRANSFERS (FROM DIP ACCTS)	1,800,000	530,100		1,500,000			25,000		3,855,100
TOTAL RECEIPTS	3,334,924	530,100	-	1,500,022	-	-	25,000	-	5,390,046
DISBURSEMENTS									
NET PAYROLL	492,982	137,468							630,450
PAYROLL TAXES		392,632							392,632
SALES, USE, & OTHER TAXES									-
INVENTORY PURCHASES / PROD. DEVELOPMENT COSTS	23,702								23,702
SECURED/ RENTAL/ LEASES	45,648								45,648
INSURANCE (INCLUDING EE BENEFITS)	77,764								77,764
ADMINISTRATIVE	15,969	1,362					21,038		38,369
SELLING	57,321								57,321
OTHER (ATTACH LIST)	25,747						719		26,466
OWNER DRAW *									-
TRANSFERS (TO DIP ACCTS)	2,055,100.27			1,800,000					3,855,100
PROFESSIONAL FEES	420,542						4,059		424,601
U.S. TRUSTEE QUARTERLY FEES									-
COURT COSTS	-	-	-	-	-	-	-	-	-
TOTAL DISBURSEMENTS	3,214,775	531,462	-	1,800,000	-	-	25,817	-	5,572,054
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	120,149	(1,362)	-	(299,978)	-	-	(817)	-	(182,007)
CASH - END OF MONTH	\$ 156,416	\$ 5,711	\$ 0	\$ 7,862,770	\$ (0)	\$ 3,733	\$ 5,810	\$ 2,733	\$ 8,037,174

* COMPENSATION TO SOLE PROPRIETORS FOR SERVICES RENDERED TO BANKRUPTCY ESTATE

OTHER RECEIPTS									
Cryptic	700	-	-	-	-	-	-	-	700
Interest MM				22					22
TOTAL OTHER RECEIPTS	700	-	-	22	-	-	-	-	722
OTHER DISBURSEMENTS									
401k	13,502	-	-	-	-	-	-	-	13,502
Bank Fee	12,246	-	-	-	-	-	719	-	12,965
TOTAL OTHER DISBURSEMENTS	25,747	-	-	-	-	-	719	-	26,466

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BANK RECONCILIATIONS
Continuation Sheet for MOR-1

A bank reconciliation must be included for each bank account. The debtor's bank reconciliation may be substituted for this page.
(Bank account numbers may be redacted to last four numbers.)

	Atari, Inc. Operating #4601	Atari Payroll #4903	Atari, Inc. PayPal #8664	Atari, Inc. Money Mkt #7788	Atari, Inc. Lockbox #9898	Atari, Inc. Payroll (CA) #1153	Atari Interactive, Inc. Operating #4657	Humongous, Inc. Operating #5253	Total
BALANCE PER BOOKS	\$ 156,416	\$ 5,711	\$ 0	\$ 7,862,770	\$ (0)	\$ 3,733	\$ 5,810	\$ 2,733	\$ 8,037,174
BANK BALANCE	173,680	8,958	-	7,862,770	-	3,733	5,810	2,733	8,057,684
(+) DEPOSITS IN TRANSIT (ATTACH LIST)	-	-	-	-	-	-	-	-	-
(-) OUTSTANDING CHECKS (ATTACH LIST):	17,262	3,247	-	-	-	-	-	-	20,510
OTHER (ATTACH EXPLANATION)	-	-	-	-	-	-	-	-	-
ADJUSTED BANK BALANCE *	\$ 156,417	\$ 5,711	\$ -	\$ 7,862,770	\$ -	\$ 3,733	\$ 5,810	\$ 2,733	\$ 8,037,175

*"Adjusted Bank Balance" must equal "Balance per Books"

DEPOSITS IN TRANSIT	Date	Amount
None		
CHECKS OUTSTANDING	Ck #	Amount
BEANSTALK GROUP LLC	600054	459
UNITED STATES TREASURY	600088	4
EDGECAST NETWORKS, INC.	600089	5,950
MYRNA ANDERSON	600090	2,500
NATIONAL BENEFIT LIFE INSURANCE CO	600091	70
STATE OF MAINE	600092	3,000
TELEPACIFIC COMMUNICATIONS	600093	5,280
TOTAL - OPERATING		17,262
TOTAL - PAYROLL-CA		-
EMPLOYEE	7044	3,127
FSA CLAIM	100097	120
TOTAL - PAYROLL-NYC		3,247
TOTAL - INTERACTIVE		-
TOTAL - HUMONGOUS		-

CASH DISBURSEMENTS JOURNAL
Continuation Sheet for MOR-1

A cash disbursements journal must be included. The total disbursements listed in the disbursements journal must equal the total disbursements (less transfers to other DIP accounts) reported on the Cash Receipts and Disbursements Schedule.

Payee	Check / Wire No.	Date	Amount
ADP (PAYROLL/TAXES/FEES)	EFT	Various	\$ 531,462
401K	EFT	Various	13,502
JP MORGAN (BANK FEES)	EFT	Various	12,965
475 BUILDING COMPANY, LLC	80007981	09/03/13	26,913
AMERICAN EXPRESS	80007982	09/03/13	4,740
CRYPTIC STUDIOS, INC.	80007983	09/03/13	3,292
PREMIUM ASSIGNMENT CORPORATIC	80007984	09/04/13	572
DAVID STRANG	600066	09/06/13	4,000
EMPLOYEE	600067	09/06/13	26
EMPLOYEE	600068	09/06/13	5,000
EMPLOYEE	600069	09/06/13	3,000
UNITED PARCEL SERVICE (MAIN)	600070	09/06/13	1,160
WILLIAM B MEYER INC	600071	09/06/13	240
EMPLOYEE	600072	09/06/13	58
EDGECAST NETWORKS, INC.	600073	09/06/13	8,870
CODE MYSTICS INC.	80007985	09/09/13	10,101
QUANTIC DREAM	80007986	09/09/13	1,888
WILLIAM GALLAGHER ASSOCIATES	80007987	09/09/13	75,050
BAKER & MCKENZIE	20001990	09/13/13	1,611
MATSUBARA, MURAKI, ASSOCIATES,	20001991	09/13/13	2,449
CIGNA	600074	09/13/13	1,868
COGENT COMMUNICATIONS, INC.	600075	09/13/13	900
COHEN BROTHERS REALTY CORP.	600076	09/13/13	355
FIBERMEDIA GROUP, LLC.	600077	09/13/13	3,117
GOOGLE, INCORPORATED	600078	09/13/13	55
HUDSON FIBER NETWORK	600079	09/13/13	2,247
HYATT LEGAL PLANS, INC.	600080	09/13/13	59
KONICA MINOLTA	600081	09/13/13	623
LAW OFFICE OF CHUN T. WRIGHT, PLI	600082	09/13/13	1,295
MCGRAW COMMUNICATIONS	600083	09/13/13	1,223
NEW MOMENTUM, INC.	600084	09/13/13	6,667
OPTUMHEALTH FINANCIAL SERVICES	600085	09/13/13	147
VERIZON (MAIN)	600086	09/13/13	273
WEEKS-LERMAN GROUP LLC	600087	09/13/13	493
AKIN GUMP STRAUSS HAUER & FELD	80007988	09/13/13	206,068
COOLEY LLP	80007989	09/13/13	39,091
DUFF & PHELPS, LLC	80007990	09/13/13	15,700
ENTERTAINMENT SOFTWARE RATINC	80007991	09/13/13	3,125
INTERACTIVE GAME GROUP, LLC	80007992	09/13/13	35,032
PERELLA WEINBERG PARTNERS LLP	80007993	09/13/13	60,000
PROTIVITI INC	80007994	09/13/13	84,050
STUDIOS LEGALE BIRD & BIRD	80007995	09/13/13	5,351
EMPLOYEE	80007996	09/13/13	2,000
INTERACTIVE GAME GROUP, LLC	80007997	09/16/13	10,299
RECALL TOTAL INFORMATION MGMT	2003	09/19/13	21,038
EMPLOYEE	80007998	09/23/13	6,768
EMPLOYEE	80007999	09/23/13	85,653
EMPLOYEE	80008000	09/23/13	119,081
EMPLOYEE	80008001	09/23/13	8,787
EMPLOYEE	80008002	09/23/13	105,000
EMPLOYEE	80008003	09/23/13	0
EMPLOYEE	80008004	09/23/13	0
EMPLOYEE	80008005	09/23/13	71,763
EMPLOYEE	80008006	09/23/13	54,433
EMPLOYEE	80008007	09/23/13	41,497
UNITED STATES TREASURY	600088	09/26/13	4
EDGECAST NETWORKS, INC.	600089	09/27/13	5,950
EMPLOYEE	600090	09/27/13	2,500
NATIONAL BENEFIT LIFE INSURANCE	600091	09/27/13	70
STATE OF MAINE	600092	09/27/13	3,000
TELEPACIFIC COMMUNICATIONS	600093	09/27/13	5,280

CASH DISBURSEMENTS JOURNAL
Continuation Sheet for MOR-1

A cash disbursements journal must be included. The total disbursements listed in the disbursements journal must equal the total disbursements (less transfers to other DIP accounts) reported on the Cash Receipts and Disbursements Schedule.

Payee	Check / Wire No.	Date	Amount
LAW OFFICE OF CHUN T. WRIGHT, PLLC	600045	09/13/13	-805
Total Disbursements During Period			\$ 1,716,953

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Case No. MOR-1(A)
13-10176
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SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS

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

THE FOLLOWING SECTION MUST BE COMPLETED

DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES: (FROM CURRENT MONTH ACTUAL COLUMN)

Atari, Inc.	CURRENT MONTH	QUARTER TO DATE
TOTAL DISBURSEMENTS	\$ 5,546,237	\$ 14,824,354
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	3,855,100	\$ 11,735,213
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	\$ -
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	1,691,137	\$ 3,089,140

Atari Interactive, Inc.	CURRENT MONTH	QUARTER TO DATE
TOTAL DISBURSEMENTS	25,817	\$ 72,623
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	-	\$ -
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	\$ -
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	25,817	\$ 72,623

California U.S. Holdings, Inc.	CURRENT MONTH	QUARTER TO DATE
TOTAL DISBURSEMENTS	-	\$ -
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	-	\$ -
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	\$ -
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	-	\$ -

Humongous, Inc.	CURRENT MONTH	QUARTER TO DATE
TOTAL DISBURSEMENTS	-	\$ -
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	-	\$ -
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	\$ -
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	-	\$ -

Atari, Inc., et al. (Consolidated)	CURRENT MONTH	QUARTER TO DATE
TOTAL DISBURSEMENTS	5,572,054	\$ 14,896,977
LESS: TRANSFERS TO OTHER DEBTOR IN POSSESSION ACCOUNTS	3,855,100	\$ 11,735,213
PLUS: ESTATE DISBURSEMENTS MADE BY OUTSIDE SOURCES (i.e. from escrow accounts)	-	\$ -
TOTAL DISBURSEMENTS FOR CALCULATING U.S. TRUSTEE QUARTERLY FEES	\$ 1,716,953	\$ 3,161,763

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Case No. 13-10176

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STATEMENT OF OPERATIONS (Income Statement)

reported in thousands (000's)

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

REVENUES	MONTH	CUMULATIVE -FILING TO DATE
Gross Revenues	\$ 2,048	\$ 19,403
Less: Returns and Allowances	-	207
Net Revenue	2,048	19,195
COST OF GOODS SOLD		
Beginning Inventory	n/a	n/a
Add: Purchases	n/a	n/a
Add: Cost of Labor	n/a	n/a
Add: Other Costs (attach schedule)	n/a	n/a
Less: Ending Inventory	n/a	n/a
Cost of Goods Sold	887	6,902
Gross Profit	1,161	12,293
OPERATING EXPENSES		
Advertising	2	55
Auto and Truck Expense	-	-
Bad Debts	-	172
Contributions	-	-
Employee Benefits Programs	60	335
Officer/Insider Compensation*	-	-
Insurance	89	372
Management Fees/Bonuses	-	-
Office Expense	11	44
Pension & Profit-Sharing Plans	-	-
Repairs and Maintenance	-	-
Rent and Lease Expense	29	345
Salaries/Commissions/Fees	70	3,023
Supplies	-	-
Taxes - Payroll [a]	-	-
Taxes - Real Estate	-	-
Taxes - Other	-	-
Travel and Entertainment	-	57
Utilities	10	208
Other (attach schedule)	(117)	1,149
Total Operating Expenses Before Depreciation	155	5,760
Depreciation/Depletion/Amortization	43	4,048
Net Profit (Loss) Before Other Income & Expenses	962	2,484
OTHER INCOME AND EXPENSES		
Other Income (attach schedule)	-	-
Interest Expense	30	184
Other Expense (attach schedule)	-	984
Net Profit (Loss) Before Reorganization Items	932	1,316

REORGANIZATION ITEMS		
Professional Fees	1,135	9,868
U. S. Trustee Quarterly Fees	-	11
Interest Earned on Accumulated Cash from Chapter 11 (see continuation sheet)	-	-
Gain (Loss) from Sale of Equipment	-	-
Other Reorganization Expenses (attach schedule)	-	-
Total Reorganization Expenses	1,135	9,879
Income Taxes	-	-
Net Profit (Loss)	\$ (203)	\$ (8,563)

[a] Payroll taxes are included in the Salaries line item.

**"Insider" is defined in 11 U.S.C. Section 101(31).

BREAKDOWN OF "OTHER" CATEGORIES

OTHER COSTS

None	\$ -	\$ -
TOTAL OTHER COSTS	\$ -	\$ -

OTHER OPERATIONAL EXPENSES

Research and Development	-	51
Bank Fees	4	23
Distribution Costs	11	85
Consulting	47	458
Legal Fees	(191)	409
Reversal of Income Tax Receivable	-	8
Accounting Fees	12	114
TOTAL OTHER OPERATIONAL EXPENSES	\$ (117)	\$ 1,149

OTHER INCOME

	\$ -	\$ -
	-	-
TOTAL OTHER INCOME	\$ -	\$ -

OTHER EXPENSES

Foreign Exchange Conversion (Gain) / Loss	-	39
Amortization	-	945
TOTAL OTHER EXPENSES	\$ -	\$ 984

OTHER REORGANIZATION EXPENSES

None	\$ -	\$ -
TOTAL OTHER REORGANIZATION EXPENSES	\$ -	\$ -

Reorganization Items - Interest Earned on Accumulated Cash from Chapter 11:

Interest earned on cash accumulated during the chapter 11 case, which would not have been earned but for the bankruptcy proceeding, should be reported as a reorganization item.

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BALANCE SHEET
reported in thousands (000's)

The Balance Sheet is to be completed on an accrual basis only. Pre-petition liabilities must be classified separately from post-petition obligations.

ASSETS	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE OR SCHEDULED
CURRENT ASSETS			
Unrestricted Cash and Equivalents	\$ 8,037	\$ 8,219	\$ 751
Restricted Cash and Cash Equivalents (see continuation sheet)	-	-	-
Accounts Receivable (Net)	(140)	(155)	2,842
Notes Receivable	-	-	-
Inventories	-	-	542
Prepaid Expenses	13	18	56
Professional Retainers	-	-	-
Other Current Assets (attach schedule)[a]	284	284	489
TOTAL CURRENT ASSETS	8,194	8,367	4,680
PROPERTY & EQUIPMENT			
Real Property and Improvements	-	-	-
Machinery and Equipment	-	-	-
Furniture, Fixtures and Office Equipment	18,111	18,111	18,105
Leasehold Improvements	19	19	19
Vehicles	-	-	-
Less: Accumulated Depreciation	(17,967)	(17,953)	(17,851)
TOTAL PROPERTY & EQUIPMENT	163	177	272
OTHER ASSETS			
Amounts due from Insiders*	26,024	25,790	25,294
Other Assets (attach schedule)	3,476	3,498	6,976
TOTAL OTHER ASSETS	29,500	29,288	32,270
TOTAL ASSETS	37,857	37,832	37,222
LIABILITIES AND OWNER EQUITY	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
LIABILITIES NOT SUBJECT TO COMPROMISE (Postpetition)			
Accounts Payable [b]	4,973	4,172	113
Taxes Payable (refer to FORM MOR-4)	-	-	-
Wages Payable	25	16	58
Notes Payable	-	-	-
Rent / Leases - Building/Equipment	90	92	105
Secured Debt / Adequate Protection Payments	3,684	3,654	-
Professional Fees	1,129	2,299	-
Amounts Due to Insiders*	-	-	-
Other Post-petition Liabilities (attach schedule)	2,224	1,541	288
TOTAL POST-PETITION LIABILITIES	12,125	11,774	564
LIABILITIES SUBJECT TO COMPROMISE (Pre-Petition)			
Secured Debt	-	-	-
Priority Debt	127	146	525
Unsecured Debt	321,874	321,979	323,848
TOTAL PRE-PETITION LIABILITIES	322,002	322,124	324,373
TOTAL LIABILITIES	334,127	333,938	324,937
OWNERS' EQUITY			
Capital Stock	1,178,126	1,178,126	1,178,126
Additional Paid-In Capital	-	-	-
Partners' Capital Account	-	-	-
Owner's Equity Account	-	-	-
Retained Earnings - Pre-Petition [a]	(1,465,841)	(1,465,841)	(1,465,841)
Retained Earnings - Post-petition	(8,555)	(8,352)	-
Adjustments to Owner Equity (attach schedule)	-	-	-
Post-petition Contributions (attach schedule)	-	-	-
NET OWNERS' EQUITY	(296,270)	(296,067)	(287,715)
TOTAL LIABILITIES AND OWNERS' EQUITY	\$ 37,857	\$ 37,832	\$ 37,222

[a] Prior period adjustment made of \$1.95 million to reflect Debtor intangibles previously recorded as a top side entry at a parent company level.

[b] The difference between the A/P balance reported above and the amount on Schedule MOR-4 is \$319K which represents additional accruals.

*"Insider" is defined in 11 U.S.C. Section 101(31).

BALANCE SHEET - continuation section

ASSETS			
	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Current Assets			
Security Deposits	259	259	282
Royalty Receivable	25	25	200
Tax Receivable	-	-	7
Other Assets			
Intangibles (Capitalized Development Costs / Trademarks) [a]	3,476	3,498	6,976
LIABILITIES AND OWNER EQUITY			
	BOOK VALUE AT END OF CURRENT REPORTING MONTH	BOOK VALUE AT END OF PRIOR REPORTING MONTH	BOOK VALUE ON PETITION DATE
Other Post-petition Liabilities			
Deferred Revenue (GAAP)	67	64	288
Royalty Payable	2,158	1,477	-
Adjustments to Owner's Equity			
Post-Petition Contributions			

Restricted Cash: Cash that is restricted for a specific use and not available to fund operations.
Typically, restricted cash is segregated into a separate account, such as an escrow account.

In re Atari, Inc., et al.

Debtor

Case No. 13-10176

Reporting Period: 9/1/13-9/30/13

STATUS OF POST-PETITION TAXES

The beginning tax liability should be the ending liability from the prior month or, if this is the first report, the amount should be zero.

Attach photocopies of IRS Form 6123 or payment receipt to verify payment or deposit of federal payroll taxes.

Attach photocopies of any tax returns filed during the reporting period.

Federal	Beginning Tax	Amount Withheld and/or Accrued	Amount Paid	Date Paid	Check # or EFT	Ending Tax
Withholding	\$ -	\$ 242,802	\$ 242,802	Various	[a]	\$ -
FICA-Employee	-	27,754	27,754	Various	[a]	0
FICA-Employer	-	21,259	21,259	Various	[a]	-
Unemployment	-	-	-	Various	[a]	-
Income	-	-	-			-
Other: Franchise Tax	-	-	-	Various	[a]	-
Total Federal Taxes	-	291,815	291,815	Various	[a]	0
State and Local						
Withholding	-	100,614	100,614	Various	[a]	-
Sales	-	-	-			-
Excise	-	-	-			-
Unemployment	-	203	203	Various	[a]	-
Real Property	-	-	-			-
Personal Property	-	-	-			-
Other:	-	-	-			-
Total State and Local	-	100,817	100,817	Various	[a]	-
Total Taxes	\$ -	\$ 392,632	\$ 392,632	Various	[a]	\$ 0

[a] Various

SUMMARY OF UNPAID POST-PETITION DEBTS

Attach aged listing of accounts payable. See MOR-4 (CONT)

Number of Days Past Due

	Current	0-30	31-60	61-90	Over 91	Total
Accounts Payable	\$ 1,332,564	\$ 978,298	\$ 1,212,741	\$ 567,890	\$ 476,356	\$ 4,567,849
Wages Payable	24,769	-	-	-	-	24,769
Taxes Payable	-	-	-	-	-	-
Rent/Leases-Building	89,824	-	-	-	-	89,824
Rent/Leases-Equipment	-	-	-	-	-	-
Secured Debt/Adequate Protection Payments	3,684,219	-	-	-	-	3,684,219
Professional Fees	1,128,857	-	-	-	-	1,128,857
Amounts Due to Insiders	-	-	-	-	-	-
Other: Royalties Payable	2,157,896	-	-	-	-	2,157,896
Other:	-	-	-	-	-	-
Total Post-petition Debts	\$ 8,418,129	\$ 978,298	\$ 1,212,741	\$ 567,890	\$ 476,356	\$ 11,653,414

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

The main past due balance includes professional fees related to bankruptcy [regular and 20% hold back].

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SUMMARY OF UNPAID POST-PETITION DEBTS

Continuation Sheet for MOR-4

Attach aged listing of accounts payable.

Vendor	Vendor No.	Invoice No.	Due Date	Category	Amount
AKIN GUMP STRAUSS HAUER & FELD LLP		1486853	7/21/13	Restructuring	455,855.18
AKIN GUMP STRAUSS HAUER & FELD LLP		1491226	8/18/13	Restructuring	565,739.11
AKIN GUMP STRAUSS HAUER & FELD LLP		1496575	9/21/13	Restructuring	425,785.40
AKIN GUMP STRAUSS HAUER & FELD LLP		1501014	10/24/13	Restructuring	229,756.97
AKIN GUMP STRAUSS HAUER & FELD LLP [a]		1471168C		Restructuring (HOLD)	(1,180.00)
ALAN CHAPEL & ASSOCIATES, LLC		072913	10/11/13	Restructuring	8,940.00
AMERICAN EXPRESS		AMEX092813	9/28/13	Other Product Development	5,033.18
BLUEHORNET NETWORKS, INC.		1800024670	9/30/13	Consultant	5,495.00
BMC GROUP, INC. [a]		316130331	4/30/13	Restructuring (HOLD)	13,869.00
BMC GROUP, INC. [a]		316130430	6/14/13	Restructuring (HOLD)	974.50
BMC GROUP, INC.		316130531	6/21/13	Restructuring	11,479.43
BMC GROUP, INC.		316130630	8/14/13	Restructuring	11,738.77
BMC GROUP, INC.		316130731	9/27/13	Restructuring	27,940.38
BMC GROUP, INC.		316130831	10/10/13	Restructuring	10,054.90
BRACEWELL & GIULIANI LLP		21550575	8/4/13	Restructuring	38,374.75
BRACEWELL & GIULIANI LLP		21553588	8/15/13	Restructuring	21,155.91
CENTURYLINK QCC		1265511238	7/20/13	Utilities	2,278.00
CENTURYLINK QCC		092713C		Utilities	(2,278.00)
COOLEY LLP [a]		1276023	4/13/13	Restructuring (HOLD)	114,440.40
COOLEY LLP [a]		1283537	5/11/13	Restructuring (HOLD)	43,633.70
COOLEY LLP [a]		1291995	6/12/13	Restructuring (HOLD)	13,707.90
COOLEY LLP		1300140	7/13/13	Restructuring	109,430.11
COOLEY LLP		1310000	8/8/13	Restructuring	172,528.96
COOLEY LLP		1315035	9/6/13	Restructuring	126,888.30
COOLEY LLP		1323857	10/12/13	Restructuring	48,875.31
COOLEY LLP [a]		APR2013ADJUSTMENTC		Restructuring (HOLD)	(39,091.10)
CRYPTIC STUDIOS, INC.		25	9/30/13	MIS-IT	2,789.14
DORSEY & WHITNEY LLP		1895648	10/5/13	Legal	287.50
DORSEY & WHITNEY LLP		1895649	10/5/13	Legal	17,869.50
DUFF & PHELPS, LLC [a]		033113	4/30/13	Restructuring (HOLD)	59,342.86
DUFF & PHELPS, LLC [a]		DP043013	6/19/13	Restructuring (HOLD)	10,000.00
DUFF & PHELPS, LLC		DP053113	6/30/13	Restructuring	51,755.34
DUFF & PHELPS, LLC		DP063013	8/4/13	Restructuring	52,313.12
DUFF & PHELPS, LLC		DP073113	8/30/13	Restructuring	51,421.13
DUFF & PHELPS, LLC		DP083113	9/30/13	Restructuring	51,010.70
DUFF & PHELPS, LLC [a]		APR2013ADJUSTMENTC		Restructuring (HOLD)	(15,700.00)
EDGECAST NETWORKS, INC.		60738	10/1/13	Other Product Development	5,596.81
EMC CORPORATION		5200300057	9/22/13	MIS-IT	6,617.42
FLUIK ENTERTAINMENT INC.		000062	10/10/13	Other Product Development	268.01
GAME CENTER GROUP, LLC		131	10/3/13	Other Product Development	6,621.84
GAME CENTER GROUP, LLC		132	10/3/13	Other Product Development	5,977.71
GAME CENTER GROUP, LLC		CB131		Other Product Development	(6,621.84)
HUDSON VALLEY COMPUTER SERVICES LLC		631A	9/8/13	MIS-IT	194.76
HUDSON VALLEY COMPUTER SERVICES LLC		661	9/29/13	MIS-IT	9,890.74
HUDSON VALLEY COMPUTER SERVICES LLC		665	10/16/13	MIS-IT	6,500.00
HUDSON VALLEY COMPUTER SERVICES LLC [b]		022113C		MIS-IT	(7,000.00)
LAW OFFICE OF CHUN T. WRIGHT, PLLC		121-SG-RCPY		Legal	(805.00)
MERCEDES-BENZ ACCESSORIES GMBH		81113B1306POST	8/4/13	Royalty	642.36
MICROSOFT CORPORATION		81102B1306POST	8/14/13	Royalty	4,131.97
MY MEDIABOX		SUP7032552	9/5/13	Advertising/Marketing	1,100.00
MY MEDIABOX		SUP7032919	9/5/13	Advertising/Marketing	1,100.00
MY MEDIABOX		SUP7033683	9/5/13	Advertising/Marketing	1,100.00
MY MEDIABOX		SUP7034997	10/1/13	Advertising/Marketing	1,100.00
OHM SYSTEMS, INC.		3966	10/17/13	Consultant	4,800.00
PERELLA WEINBERG PARTNERS LLP		3680820204	6/30/13	Restructuring	100,308.00
PERELLA WEINBERG PARTNERS LLP		3680820205	9/4/13	Restructuring	100,294.00
PERELLA WEINBERG PARTNERS LLP		3680820206	9/21/13	Restructuring	100,450.00
PERELLA WEINBERG PARTNERS LLP		3680820207	10/9/13	Restructuring	100,479.00
PERELLA WEINBERG PARTNERS LLP		3680820208	10/9/13	Restructuring	800,000.00
PROTIVITI INC		9251	6/30/13	Restructuring	56,844.50
PROTIVITI INC		9282	9/4/13	Restructuring	78,608.70
PROTIVITI INC		9419	9/19/13	Restructuring	76,740.98
PROTIVITI INC		9439	9/30/13	Restructuring	48,960.00
RACKSPACE MANAGED HOSTING		100937399	10/5/13	MIS-IT	36,421.62
SONY DADC AUSTRIA AG		2205853	9/21/13	Manufacturing (COGS)	5,524.78
SONY DADC AUSTRIA AG		2212123	10/25/13	Manufacturing (COGS)	3,950.58
SYMANTEC		200274711	10/1/13	MIS-IT	326.62
TVR ENGINEERING LIMITED		810897A1306POS	8/29/13	Royalty	131.44
UNITED PARCEL SERVICE (MAIN)		000072824W363	9/22/13	Office Expense	22.00
UNITED PARCEL SERVICE (MAIN)		000072824W373	9/29/13	Office Expense	22.00
UNITED PARCEL SERVICE (MAIN)		000072824W383	10/6/13	Office Expense	159.20
UNITED PARCEL SERVICE (MAIN)		000072824W393	10/13/13	Office Expense	22.00
VITAL RECORDS INC		0220892IN	9/30/13	MIS-IT	1,186.24

In re Atari, Inc., et al.
Debtor

Case No. 13-10176
Reporting Period: 9/1/13-9/30/13

ACCOUNTS RECEIVABLE RECONCILIATION AND AGING

Accounts Receivable Reconciliation	Amount
Total Accounts Receivable at the beginning of the reporting period	\$ (154,669)
Plus: Amounts billed during the period	483,527
Less: Amounts collected during the period	469,024
Total Accounts Receivable at the end of the reporting period	\$ (140,166)

Accounts Receivable Aging	0-30 Days	31-60 Days	61-90 Days	91+ Days	Total
Retail A/R	\$ -	\$ 6,200	\$ -	\$ 675,908	\$ 682,108
Royalty A/R	576,272	127,389	3,973	69,350	776,984
Total Accounts Receivable	576,272	133,589	3,973	745,258	1,459,092
Less: Bad Debts (Amount considered uncollectible)					1,599,258
Net Accounts Receivable	\$ 576,272	\$ 133,589	\$ 3,973	\$ 745,258	\$ (140,166)

In re Atari, Inc., et al.
Debtor

Case No. 13-10176
Reporting Period: 9/1/13-9/30/13

PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown on the Cash Receipts and Disbursements Report (MOR-1) list the amount paid to insiders (as defined in Section 101(31) (A)-(F) of the U.S. Bankruptcy Code) and to professionals. For payments to insiders, identify the type of compensation paid (e.g. Salary, Bonus, Commissions, Insurance, Housing Allowance, Travel, Car Allowance, Etc.). Attach additional sheets if necessary.

INSIDERS			
NAME	TYPE OF PAYMENT	AMOUNT PAID	TOTAL PAID-TO DATE
Keller, Kristen J.	Payroll	\$ 24,277	\$ 206,357
Keller, Kristen J.	Vacation payout	\$ 18,207	\$ 18,207
Keller, Kristen J.	Mgmt Loyalty	\$ 189,152	\$ 189,152
Mattes, Robert	Payroll	-	\$ 119,792
Mattes, Robert	Vacation payout	-	\$ 13,269
Mattes, Robert	Mgmt Loyalty	125,543	\$ 149,501
Wilson, James W.	Payroll	-	\$ 239,472
Wilson, James W.	Mgmt Loyalty	224,100	\$ 275,878
Keller, Kristen J.	Travel & Exp	-	\$ 2,367
Wilson, James W.	Travel & Exp	-	\$ 3,292
Mattes, Robert	Travel & Exp	-	\$ 1,530
TOTAL PAYMENTS TO INSIDERS		\$ 581,280	\$ 1,218,816

PROFESSIONALS					
NAME	DATE OF COURT ORDER AUTHORIZING PAYMENT	AMOUNT APPROVED	AMOUNT PAID	TOTAL PAID TO DATE	TOTAL INCURRED & UNPAID*
Akin Gump Strauss Hauer & Feld LLP	2/15/2013	\$ -	\$ -	\$ 1,033,298	\$ 1,895,957
Perella Weinberg Partners LP	2/15/2013	-	-	312,066	1,251,677
Protiviti Inc.	2/15/2013	-	-	443,291	304,256
Hunton Williams LLP	3/21/2013	-	-	218,857	-
Bracewell & Giuliani LLP	3/17/2013	-	-	316,617	199,531
BMC Group	2/15/2013	-	-	54,776	96,057
Imperial Capital Loan Trading, LLC (Collateral Agent)			\$ -	5,000	-
Cooley LP [a]	2/15/2013	-	\$ -	345,050	627,536
Duff & Phelps Securities LLC [a]	2/15/2013	-	\$ -	81,738	310,240
TOTAL PAYMENTS TO PROFESSIONALS		\$ -	\$ -	\$ 2,810,693	\$ 4,685,253

* INCLUDE ALL FEES INCURRED, BOTH APPROVED AND UNAPPROVED

[a] Official Committee of Unsecured Creditors Professional

POST-PETITION STATUS OF SECURED NOTES, LEASES PAYABLE AND ADEQUATE PROTECTION PAYMENTS

NAME OF CREDITOR	SCHEDULED MONTHLY PAYMENT DUE	AMOUNT PAID DURING MONTH	TOTAL UNPAID POST-PETITION
Alden Global Value Recovery Master Fund, LP	\$ -	\$ -	\$ 3,684,219
475 Building Company	26,843	26,843	-
	-	-	-
	-	-	-
	-	-	-
TOTAL PAYMENTS		\$ 26,843	\$ 3,684,219

In re Atari, Inc., et al.

Debtor

Case No. 13-10176

Reporting Period: 9/1/13-9/30/13

DEBTOR QUESTIONNAIRE

Must be completed each month. If the answer to any of the questions is "Yes", provide a detailed explanation of each item. Attach additional sheets if necessary.		Yes	No
1	Have any assets been sold or transferred outside the normal course of business this reporting period?	✓	
2	Have any funds been disbursed from any account other than a debtor in possession account this reporting period?		✓
3	Is the Debtor delinquent in the timely filing of any post-petition tax returns?		✓
4	Are workers compensation, general liability or other necessary insurance coverages expired or cancelled, or has the debtor received notice of expiration or cancellation of such policies?		✓
5	Is the Debtor delinquent in paying any insurance premium payment?		✓
6	Have any payments been made on pre-petition liabilities this reporting period?		✓
7	Are any post petition receivables (accounts, notes or loans) due from related parties?		✓
8	Are any post petition payroll taxes past due?		✓
9	Are any post petition State or Federal income taxes past due?		✓
10	Are any post petition real estate taxes past due?		✓
11	Are any other post petition taxes past due?		✓
12	Have any pre-petition taxes been paid during this reporting period?		✓
13	Are any amounts owed to post petition creditors delinquent?	✓	
14	Are any wage payments past due?		✓
15	Have any post petition loans been received by the Debtor from any party?		✓
16	Is the Debtor delinquent in paying any U.S. Trustee fees?		✓
17	Is the Debtor delinquent with any court ordered payments to attorneys or other professionals?	✓	
18	Have the owners or shareholders received any compensation outside of the normal course of business?		✓

Explanations

(13) Certain post petition amounts are past due because of untimely receipt of invoices and supporting documents. Amounts will be paid upon review and approval of such invoices.

(17) Certain post petition amounts related to fees and expenses of estates' professionals remain unpaid.